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**ENGROSSED SUBSTITUTE HOUSE BILL 1057**

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**State of Washington                      63rd Legislature                      2013 1st Special Session**

**By**    House Appropriations (originally sponsored by Representative Hunter; by request of Governor Gregoire)

READ FIRST TIME 06/06/13.

1            AN ACT Relating to fiscal matters; amending RCW 2.28.170, 2.28.170,  
2 13.40.466, 18.43.150, 19.28.351, 28A.500.020, 28B.15.067, 28B.20.476,  
3 28B.92.010, 28C.04.535, 38.52.540, 39.26.210, 41.06.280, 41.06.280,  
4 41.26.802, 43.08.190, 43.10.150, 43.19.791, 43.24.150, 43.71.030,  
5 43.79.445, 43.79.480, 43.82.010, 43.101.200, 43.155.050, 43.160.080,  
6 43.333.030, 46.66.080, 46.68.340, 70.42.090, 70.93.180, 70.96A.350,  
7 74.13.621, 74.09.215, 74.09.215, 77.12.201, 77.12.203, 79.64.040,  
8 79A.80.020, 79A.80.080, 82.14.310, and 86.26.007; reenacting and  
9 amending RCW 41.60.050, 41.80.010, 41.80.020, 70.105D.070, and  
10 79.105.150; amending 2013 c 147 s 1 (uncodified); amending 2012 2nd  
11 sp.s. c 7 ss 111, 112, 114, 115, 118, 121, 127, 129, 131, 132, 136,  
12 139, 142, 144, 149, 201, 202, 203, 204, 205, 206, 207, 208, 209, 210,  
13 211, 212, 213, 216, 218, 219, 220, 221, 222, 303, 307, 308, 402, 502,  
14 505, 506, 507, 508, 509, 510, 511, 512, 513, 514, 602, 613, 615, 616,  
15 617, 701, 702, 707, 801, 802, 803, and 804 (uncodified); amending 2011  
16 2nd sp.s. c 9 ss 221, 506, and 703 (uncodified); amending 2011 1st  
17 sp.s. c 50 s 804 (uncodified); amending 2011 1st sp.s. c 41 s 3  
18 (uncodified); adding a new section to 2011 1st sp.s. c 50 (uncodified);  
19 creating new sections; making appropriations; providing effective  
20 dates; providing a contingent effective date; providing an expiration  
21 date; and declaring an emergency.

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

2 NEW SECTION. **Sec. 1.** (1) A budget is hereby adopted and, subject  
3 to the provisions set forth in the following sections, the several  
4 amounts specified in parts I through IX of this act, or so much thereof  
5 as shall be sufficient to accomplish the purposes designated, are  
6 hereby appropriated and authorized to be incurred for salaries, wages,  
7 and other expenses of the agencies and offices of the state and for  
8 other specified purposes for the fiscal biennium beginning July 1,  
9 2013, and ending June 30, 2015, except as otherwise provided, out of  
10 the several funds of the state hereinafter named.

11 (2) Unless the context clearly requires otherwise, the definitions  
12 in this section apply throughout this act.

13 (a) "Fiscal year 2014" or "FY 2014" means the fiscal year ending  
14 June 30, 2014.

15 (b) "Fiscal year 2015" or "FY 2015" means the fiscal year ending  
16 June 30, 2015.

17 (c) "FTE" means full time equivalent.

18 (d) "Lapse" or "revert" means the amount shall return to an  
19 unappropriated status.

20 (e) "Provided solely" means the specified amount may be spent only  
21 for the specified purpose. Unless otherwise specifically authorized in  
22 this act, any portion of an amount provided solely for a specified  
23 purpose which is not expended subject to the specified conditions and  
24 limitations to fulfill the specified purpose shall lapse.

25 **PART I**  
26 **GENERAL GOVERNMENT**

27 NEW SECTION. **Sec. 101. FOR THE HOUSE OF REPRESENTATIVES**

|    |   |              |
|----|---|--------------|
| 28 | General Fund--State Appropriation (FY 2014) . . . . . | \$30,797,000 |
| 29 | General Fund--State Appropriation (FY 2015) . . . . . | \$31,192,000 |
| 30 | Motor Vehicle Account--State Appropriation . . . . .  | \$1,765,000  |
| 31 | TOTAL APPROPRIATION . . . . .                         | \$63,754,000 |

32 The appropriations in this section are subject to the following  
33 conditions and limitations: \$8,000 of the general fund--state  
34 appropriation for fiscal year 2014 and \$7,000 of the general fund--  
35 state appropriation for fiscal year 2015 are provided solely for member

1 reimbursement, staff support, or other expenses associated with the  
2 work of the joint legislative executive committee on planning for aging  
3 and disability issues that is established in section 130 of this act.

4 NEW SECTION. **Sec. 102. FOR THE SENATE**

|   |   |              |
|---|---|--------------|
| 5 | General Fund--State Appropriation (FY 2014) . . . . . | \$21,158,000 |
| 6 | General Fund--State Appropriation (FY 2015) . . . . . | \$23,489,000 |
| 7 | Motor Vehicle Account--State Appropriation . . . . .  | \$1,514,000  |
| 8 | TOTAL APPROPRIATION . . . . .                         | \$46,161,000 |

9 The appropriations in this section are subject to the following  
10 conditions and limitations: \$8,000 of the general fund--state  
11 appropriation for fiscal year 2014 and \$7,000 of the general fund--  
12 state appropriation for fiscal year 2015 are provided solely for member  
13 reimbursement, staff support, or other expenses associated with the  
14 work of the joint legislative executive committee on planning for aging  
15 and disability issues that is established in section 130 of this act.

16 NEW SECTION. **Sec. 103. FOR THE JOINT LEGISLATIVE AUDIT AND REVIEW**  
17 **COMMITTEE**

|    |   |             |
|----|---|-------------|
| 18 | General Fund--State Appropriation (FY 2014) . . . . . | \$62,000    |
| 19 | General Fund--State Appropriation (FY 2015) . . . . . | \$119,000   |
| 20 | Performance Audits of Government Account--State       |             |
| 21 | Appropriation . . . . .                               | \$5,641,000 |
| 22 | Medical Aid Account--State Appropriation . . . . .    | \$332,000   |
| 23 | Accident Account--State Appropriation . . . . .       | \$332,000   |
| 24 | TOTAL APPROPRIATION . . . . .                         | \$6,486,000 |

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

27 (1) Notwithstanding the provisions of this section, the joint  
28 legislative audit and review committee may adjust the due dates for  
29 projects included on the committee's 2013-15 work plan as necessary to  
30 efficiently manage workload.

31 (2) The joint legislative audit and review committee shall conduct  
32 an audit of Washington's state research universities. The purpose of  
33 the audit is to identify cost and profit centers within, and in  
34 partnership with, the research universities. The audit must focus on  
35 public funds; student fees, in particular tuition; and auxiliary  
36 enterprises, which for the purposes of the audit at the University of

1 Washington includes University of Washington medical center, the  
2 internal lending program, the W fund, and the center for  
3 commercialization. The audit at each university much achieve the  
4 following:

5 (a) Assess the university's policies and practices for tracking  
6 per-student expenditures for instruction and identify the average  
7 amount per student that the university has spent on instruction for  
8 undergraduate students in each of the past five fiscal years;

9 (b) Obtain the university's definition of auxiliary enterprises and  
10 determine the number of auxiliary enterprises, including the University  
11 of Washington medical center, the University of Washington internal  
12 lending program, the W fund, and the center for commercialization, that  
13 exist in the university system, the methods the university uses to  
14 track revenue and expenditures of auxiliary enterprises, and the  
15 policies and practices the university has in place to ensure that state  
16 funding is not used to supplement or guarantee projects or programs  
17 authorized by auxiliary enterprises;

18 (c) Identify how much money is being spent on undergraduate  
19 education and to what extent undergraduate education is subsidizing  
20 graduate education; and

21 (d) Determine how tuition funds are being used and to what extent  
22 they are being used to fund the University of Washington medical  
23 center, the University of Washington internal lending program, the W  
24 fund, and the center for commercialization and to back bonds authorized  
25 by the university.

26 (3) \$332,000 of the medical aid account--state appropriation and  
27 \$332,000 of the accident account--state appropriation are provided for  
28 the purposes of chapter 37, Laws of 2011 (workers' compensation).

29 (4) \$323,000 of the performance audits of government account--state  
30 appropriation is provided for consultant and staff costs related to the  
31 economic analysis of tax preferences as directed by chapter 43.136 RCW.

32 (5) The committee shall analyze the incidence and level of taxation  
33 and business incentives available to the financial services industry in  
34 Washington State, and identify the relative differences in taxes and  
35 business incentives compared to California. A report shall be provided  
36 to the appropriate committees of the legislature by December 1, 2014.

37 (6) By June 30, 2014, the committee shall conduct a study of the  
38 electricity cost impacts for each qualifying utility to meet the 2016

1 and 2020 renewable resource and conservation targets under chapter  
2 19.285 RCW. The study must also include an analysis of the impacts on  
3 each utility's commercial, industrial, and residential customers,  
4 including an additional analysis of the impacts on low-income  
5 residential customers.

6 NEW SECTION. **Sec. 104. FOR THE LEGISLATIVE EVALUATION AND**  
7 **ACCOUNTABILITY PROGRAM COMMITTEE**

|    |   |             |
|----|---|-------------|
| 8  | General Fund--State Appropriation (FY 2014) . . . . . | \$1,653,000 |
| 9  | General Fund--State Appropriation (FY 2015) . . . . . | \$1,814,000 |
| 10 | TOTAL APPROPRIATION . . . . .                         | \$3,467,000 |

11 NEW SECTION. **Sec. 105. FOR THE JOINT LEGISLATIVE SYSTEMS**  
12 **COMMITTEE**

|    |   |              |
|----|---|--------------|
| 13 | General Fund--State Appropriation (FY 2014) . . . . . | \$8,004,000  |
| 14 | General Fund--State Appropriation (FY 2015) . . . . . | \$7,988,000  |
| 15 | TOTAL APPROPRIATION . . . . .                         | \$15,992,000 |

16 NEW SECTION. **Sec. 106. FOR THE OFFICE OF THE STATE ACTUARY**

|    |  |             |
|----|--|-------------|
| 17 | Department of Retirement Systems Expense |             |
| 18 | Account--State Appropriation . . . . .   | \$3,534,000 |

19 NEW SECTION. **Sec. 107. FOR THE STATUTE LAW COMMITTEE**

|    |   |             |
|----|---|-------------|
| 20 | General Fund--State Appropriation (FY 2014) . . . . . | \$3,895,000 |
| 21 | General Fund--State Appropriation (FY 2015) . . . . . | \$4,116,000 |
| 22 | TOTAL APPROPRIATION . . . . .                         | \$8,011,000 |

23 NEW SECTION. **Sec. 108. FOR THE OFFICE OF LEGISLATIVE SUPPORT**  
24 **SERVICES**

|    |   |             |
|----|---|-------------|
| 25 | General Fund--State Appropriation (FY 2014) . . . . . | \$3,686,000 |
| 26 | General Fund--State Appropriation (FY 2015) . . . . . | \$3,695,000 |
| 27 | TOTAL APPROPRIATION . . . . .                         | \$7,381,000 |

28 NEW SECTION. **Sec. 109. LEGISLATIVE AGENCIES**

29 In order to achieve operating efficiencies within the financial  
30 resources available to the legislative branch, the executive rules  
31 committee of the house of representatives and the facilities and  
32 operations committee of the senate by joint action may transfer funds

1 among the house of representatives, senate, joint legislative audit and  
2 review committee, legislative evaluation and accountability program  
3 committee, joint transportation committee, office of the state actuary,  
4 joint legislative systems committee, statute law committee, and office  
5 of legislative support services.

6 NEW SECTION. **Sec. 110. FOR THE SUPREME COURT**

7 General Fund--State Appropriation (FY 2014) . . . . . \$6,911,000  
8 General Fund--State Appropriation (FY 2015) . . . . . \$6,857,000  
9 TOTAL APPROPRIATION . . . . . \$13,768,000

10 NEW SECTION. **Sec. 111. FOR THE LAW LIBRARY**

11 General Fund--State Appropriation (FY 2014) . . . . . \$1,481,000  
12 General Fund--State Appropriation (FY 2015) . . . . . \$1,471,000  
13 TOTAL APPROPRIATION . . . . . \$2,952,000

14 NEW SECTION. **Sec. 112. FOR THE COMMISSION ON JUDICIAL CONDUCT**

15 General Fund--State Appropriation (FY 2014) . . . . . \$1,068,000  
16 General Fund--State Appropriation (FY 2015) . . . . . \$996,000  
17 TOTAL APPROPRIATION . . . . . \$2,064,000

18 NEW SECTION. **Sec. 113. FOR THE COURT OF APPEALS**

19 General Fund--State Appropriation (FY 2014) . . . . . \$15,795,000  
20 General Fund--State Appropriation (FY 2015) . . . . . \$15,732,000  
21 TOTAL APPROPRIATION . . . . . \$31,527,000

22 NEW SECTION. **Sec. 114. FOR THE ADMINISTRATOR FOR THE COURTS**

23 General Fund--State Appropriation (FY 2014) . . . . . \$52,770,000  
24 General Fund--State Appropriation (FY 2015) . . . . . \$52,562,000  
25 General Fund--Federal Appropriation . . . . . \$2,125,000  
26 General Fund--Private/Local Appropriation . . . . . \$658,000  
27 Judicial Information Systems Account--State  
28 Appropriation . . . . . \$44,737,000  
29 Judicial Stabilization Trust Account--State  
30 Appropriation . . . . . \$6,691,000  
31 TOTAL APPROPRIATION . . . . . \$159,543,000

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

1 (1) \$1,500,000 of the judicial information systems account--state  
2 appropriation is provided solely for development and implementation of  
3 the information network hub project.

4 (2) \$2,138,000 of the judicial information systems account--state  
5 appropriation is provided solely for replacement of computer equipment,  
6 including servers, routers, and storage system upgrades.

7 (3) The administrative office of the courts, in conjunction with  
8 the office of the chief information officer, shall analyze the  
9 feasibility and associated costs of moving the judicial branch servers  
10 and data center equipment to the state data center. Amounts provided  
11 in subsections (1) and (2) of this section may not be expended until  
12 the office of the chief information officer approves the expenditures.

13 (4) The distributions made under this subsection and distributions  
14 from the county criminal justice assistance account made pursuant to  
15 section 801 of this act constitute appropriate reimbursement for costs  
16 for any new programs or increased level of service for purposes of RCW  
17 43.135.060.

18 (5) \$1,199,000 of the judicial information systems account--state  
19 appropriation is provided solely for replacing computer equipment at  
20 state courts and state judicial agencies.

21 (6) \$108,000 of the general fund--state appropriation for fiscal  
22 year 2014 and \$108,000 of the general fund--state appropriation for  
23 fiscal year 2015 are provided solely for the implementation of House  
24 Bill No. 1159 (superior court judges Whatcom county). If the bill is  
25 not enacted by June 30, 2013, the amounts provided in this subsection  
26 shall lapse. The funds provided in this subsection shall be expended  
27 only if the fourth superior court judge position in Whatcom county is  
28 appointed and serving on the bench.

29 (7) \$108,000 of the general fund--state appropriation for fiscal  
30 year 2014 and \$108,000 of the general fund--state appropriation for  
31 fiscal year 2015 are provided solely for the implementation of House  
32 Bill No. 1175 (superior court judges Benton/Franklin counties). If the  
33 bill is not enacted by June 30, 2013, the amounts provided in this  
34 subsection shall lapse. The funds provided in this subsection shall be  
35 expended only if the seventh superior court judge position in Benton  
36 and Franklin counties jointly is appointed and serving on the bench.

37 (8) \$11,300,000 of the judicial information systems account--state  
38 appropriation is provided solely for continued implementation of the

1 superior court case management system project. The administrative  
2 office of the courts, in consultation with the judicial information  
3 systems committee, the superior court case management system project  
4 steering committee, and the office of the chief information officer  
5 shall develop a revised charter to implement the next phases of the  
6 superior court case management system. The revised charter shall  
7 insure that the superior court case management system project steering  
8 committee continues to provide contract oversight, in collaboration  
9 with the judicial information system committee, through the  
10 implementation period and various phases of the project. Oversight  
11 responsibilities throughout the various phases of the project must  
12 include, but are not limited to, vendor management, contract and  
13 deliverable management, and assuring satisfaction of the business and  
14 technical needs at the local level. The superior court case management  
15 system project steering committee may solicit input from user groups as  
16 deemed appropriate. The revised charter shall be approved by the  
17 judicial information systems committee.

18 (9) \$1,399,000 of the general fund--state appropriation for fiscal  
19 year 2014 and \$1,399,000 of the general fund--state appropriation for  
20 fiscal year 2015 are provided solely for school districts for petitions  
21 to juvenile court for truant students as provided in RCW 28A.225.030  
22 and 28A.225.035. The administrator for the courts shall develop an  
23 interagency agreement with the superintendent of public instruction to  
24 allocate the funding provided in this subsection. Allocation of this  
25 money to school districts shall be based on the number of petitions  
26 filed. This funding includes amounts school districts may expend on  
27 the cost of serving petitions filed under RCW 28A.225.030 by certified  
28 mail or by personal service or for the performance of service of  
29 process for any hearing associated with RCW 28A.225.030.

30 (10)(a) \$7,313,000 of the general fund--state appropriation for  
31 fiscal year 2014 and \$7,313,000 of the general fund--state  
32 appropriation for fiscal year 2015 are provided solely for distribution  
33 to county juvenile court administrators to fund the costs of processing  
34 truancy, children in need of services, and at-risk youth petitions.  
35 The administrator for the courts, in conjunction with the juvenile  
36 court administrators, shall develop an equitable funding distribution  
37 formula. The formula shall neither reward counties with higher than



1 average per-petition processing costs nor shall it penalize counties  
2 with lower than average per-petition processing costs.

3 (b) Each fiscal year during the 2013-2015 fiscal biennium, each  
4 county shall report the number of petitions processed and the total  
5 actual costs of processing truancy, children in need of services, and  
6 at-risk youth petitions. Counties shall submit the reports to the  
7 administrator for the courts no later than 45 days after the end of the  
8 fiscal year. The administrator for the courts shall electronically  
9 transmit this information to the chairs and ranking minority members of  
10 the house of representatives and senate fiscal committees no later than  
11 60 days after a fiscal year ends. These reports are deemed  
12 informational in nature and are not for the purpose of distributing  
13 funds.

14 (11) \$274,000 of the general fund--state appropriation for fiscal  
15 year 2014 and \$274,000 of the general fund--state appropriation for  
16 fiscal year 2015 are provided solely for the office of public  
17 guardianship to continue guardianship services for those low-income  
18 incapacitated persons who were receiving services on June 30, 2013.

19 NEW SECTION. **Sec. 115. FOR THE OFFICE OF PUBLIC DEFENSE**

|    |   |              |
|----|---|--------------|
| 20 | General Fund--State Appropriation (FY 2014) . . . . . | \$30,460,000 |
| 21 | General Fund--State Appropriation (FY 2015) . . . . . | \$33,774,000 |
| 22 | Judicial Stabilization Trust Account--State           |              |
| 23 | Appropriation . . . . .                               | \$3,648,000  |
| 24 | General Fund--Federal Appropriation . . . . .         | \$152,000    |
| 25 | TOTAL APPROPRIATION . . . . .                         | \$68,034,000 |

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

28 (1) The amounts provided include funding for expert and  
29 investigative services in death penalty personal restraint petitions.

30 (2) \$3,378,000 of the general fund--state appropriation for fiscal  
31 year 2015 is provided solely to expand the parents representation  
32 program into Asotin, Columbia, Garfield, King, Whatcom, and Whitman  
33 counties.

34 NEW SECTION. **Sec. 116. FOR THE OFFICE OF CIVIL LEGAL AID**

|    |   |              |
|----|---|--------------|
| 35 | General Fund--State Appropriation (FY 2014) . . . . . | \$10,862,000 |
| 36 | General Fund--State Appropriation (FY 2015) . . . . . | \$10,870,000 |

|   |   |              |
|---|---|--------------|
| 1 | Judicial Stabilization Trust Account--State |              |
| 2 | Appropriation . . . . .                     | \$1,454,000  |
| 3 | TOTAL APPROPRIATION . . . . .               | \$23,186,000 |

4       The appropriations in this section are subject to the following  
5 conditions and limitations: An amount not to exceed \$40,000 of the  
6 general fund--state appropriation for fiscal year 2014 and an amount  
7 not to exceed \$40,000 of the general fund--state appropriation for  
8 fiscal year 2015 may be used to provide telephonic legal advice and  
9 assistance to otherwise eligible persons who are sixty years of age or  
10 older on matters authorized by RCW 2.53.030(2) (a) through (k)  
11 regardless of household income or asset level.

12       NEW SECTION.   **Sec. 117. FOR THE OFFICE OF THE GOVERNOR**

|    |   |              |
|----|---|--------------|
| 13 | General Fund--State Appropriation (FY 2014) . . . . . | \$5,690,000  |
| 14 | General Fund--State Appropriation (FY 2015) . . . . . | \$5,232,000  |
| 15 | Economic Development Strategic Reserve Account--State |              |
| 16 | Appropriation . . . . .                               | \$4,000,000  |
| 17 | TOTAL APPROPRIATION . . . . .                         | \$14,922,000 |

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

20       (1) \$4,000,000 of the economic development strategic reserve  
21 account appropriation is provided solely for efforts to assist with  
22 currently active industrial recruitment efforts that will bring new  
23 jobs to the state or will retain headquarter locations of major  
24 companies currently housed in the state.

25       (2) \$684,000 of the general fund--state appropriation for fiscal  
26 year 2014 and \$684,000 of the general fund--state appropriation for  
27 fiscal year 2015 are provided solely for the office of the education  
28 ombudsman.

29       (3) \$239,000 of the general fund--state appropriation for fiscal  
30 year 2014 is provided solely for implementation of Engrossed Second  
31 Substitute Senate Bill No. 5802 (greenhouse gas emissions). If the  
32 bill is not enacted by June 30, 2013, the amount provided in this  
33 subsection shall lapse.

34       NEW SECTION.   **Sec. 118. FOR THE LIEUTENANT GOVERNOR**

|    |   |           |
|----|---|-----------|
| 35 | General Fund--State Appropriation (FY 2014) . . . . . | \$654,000 |
| 36 | General Fund--State Appropriation (FY 2015) . . . . . | \$660,000 |

1 General Fund--Private/Local Appropriation . . . . . \$90,000  
2 TOTAL APPROPRIATION . . . . . \$1,404,000

3 NEW SECTION. **Sec. 119. FOR THE PUBLIC DISCLOSURE COMMISSION**

4 General Fund--State Appropriation (FY 2014) . . . . . \$2,082,000  
5 General Fund--State Appropriation (FY 2015) . . . . . \$2,022,000  
6 TOTAL APPROPRIATION . . . . . \$4,104,000

7 NEW SECTION. **Sec. 120. FOR THE SECRETARY OF STATE**

8 General Fund--State Appropriation (FY 2014) . . . . . \$10,585,000  
9 General Fund--State Appropriation (FY 2015) . . . . . \$8,804,000  
10 General Fund--Federal Appropriation . . . . . \$7,425,000  
11 Public Records Efficiency, Preservation, and Access  
12 Account--State Appropriation . . . . . \$7,369,000  
13 Charitable Organization Education Account--State  
14 Appropriation . . . . . \$364,000  
15 Local Government Archives Account--State  
16 Appropriation . . . . . \$8,475,000  
17 Election Account--Federal Appropriation . . . . . \$12,018,000  
18 Washington State Heritage Center Account--State  
19 Appropriation . . . . . \$8,860,000  
20 TOTAL APPROPRIATION . . . . . \$63,900,000

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

23 (1) \$3,301,000 of the general fund--state appropriation for fiscal  
24 year 2014 is provided solely to reimburse counties for the state's  
25 share of primary and general election costs and the costs of conducting  
26 mandatory recounts on state measures. Counties shall be reimbursed  
27 only for those odd-year election costs that the secretary of state  
28 validates as eligible for reimbursement.

29 (2)(a) \$1,847,000 of the general fund--state appropriation for  
30 fiscal year 2014 and \$1,926,000 of the general fund--state  
31 appropriation for fiscal year 2015 are provided solely for contracting  
32 with a nonprofit organization to produce gavel-to-gavel television  
33 coverage of state government deliberations and other events of  
34 statewide significance during the 2013-2015 fiscal biennium. The  
35 funding level for each year of the contract shall be based on the  
36 amount provided in this subsection. The nonprofit organization shall

1 be required to raise contributions or commitments to make  
2 contributions, in cash or in kind, in an amount equal to forty percent  
3 of the state contribution. The office of the secretary of state may  
4 make full or partial payment once all criteria in this subsection have  
5 been satisfactorily documented.

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

11 (c) The nonprofit organization shall prepare an annual independent  
12 audit, an annual financial statement, and an annual report, including  
13 benchmarks that measure the success of the nonprofit organization in  
14 meeting the intent of the program.

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

17 (i) Attempting to influence the passage or defeat of any  
18 legislation by the legislature of the state of Washington, by any  
19 county, city, town, or other political subdivision of the state of  
20 Washington, or by the congress, or the adoption or rejection of any  
21 rule, standard, rate, or other legislative enactment of any state  
22 agency;

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

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

26 (3) Any reductions to funding for the Washington talking book and  
27 Braille library may not exceed in proportion any reductions taken to  
28 the funding for the library as a whole.

29 NEW SECTION. **Sec. 121. FOR THE GOVERNOR'S OFFICE OF INDIAN**  
30 **AFFAIRS**

|    |   |           |
|----|---|-----------|
| 31 | General Fund--State Appropriation (FY 2014) . . . . . | \$253,000 |
| 32 | General Fund--State Appropriation (FY 2015) . . . . . | \$249,000 |
| 33 | TOTAL APPROPRIATION . . . . .                         | \$502,000 |

34 The appropriations in this section are subject to the following  
35 conditions and limitations: The office shall assist the department of  
36 enterprise services on providing the government-to-government training  
37 sessions for federal, state, local, and tribal government employees.

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

8 **NEW SECTION. Sec. 122. FOR THE COMMISSION ON ASIAN PACIFIC**  
9 **AMERICAN AFFAIRS**

|    |   |           |
|----|---|-----------|
| 10 | General Fund--State Appropriation (FY 2014) . . . . . | \$213,000 |
| 11 | General Fund--State Appropriation (FY 2015) . . . . . | \$208,000 |
| 12 | TOTAL APPROPRIATION . . . . .                         | \$421,000 |

13 **NEW SECTION. Sec. 123. FOR THE STATE TREASURER**

14 State Treasurer's Service Account--State

|    |                         |              |
|----|-------------------------|--------------|
| 15 | Appropriation . . . . . | \$15,702,000 |
|----|-------------------------|--------------|

16 The appropriation in this section is subject to the following  
17 conditions and limitations: \$150,000 of the state treasurer's service  
18 account--state appropriation is provided solely for legal fees related  
19 to additional legal assistance due to changes in federal financial  
20 regulations and an increase in complex and high profile litigation.

21 **NEW SECTION. Sec. 124. FOR THE STATE AUDITOR**

|    |   |              |
|----|---|--------------|
| 22 | General Fund--State Appropriation (FY 2014) . . . . . | \$728,000    |
| 23 | General Fund--State Appropriation (FY 2015) . . . . . | \$733,000    |
| 24 | State Auditing Services Revolving Account--State      |              |
| 25 | Appropriation . . . . .                               | \$9,589,000  |
| 26 | Performance Audit of Government Account--State        |              |
| 27 | Appropriation . . . . .                               | \$58,000     |
| 28 | TOTAL APPROPRIATION . . . . .                         | \$11,108,000 |

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

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

1 (2) \$728,000 of the general fund--state appropriation for fiscal  
 2 year 2014 and \$733,000 of the general fund--state appropriation for  
 3 fiscal year 2015 are provided solely for staff and related costs to  
 4 verify the accuracy of reported school district data submitted for  
 5 state funding purposes; conduct school district program audits of state  
 6 funded public school programs; establish the specific amount of state  
 7 funding adjustments whenever audit exceptions occur and the amount is  
 8 not firmly established in the course of regular public school audits;  
 9 and to assist the state special education safety net committee when  
 10 requested.

11 (3) Within the amounts appropriated in this section, the state  
 12 auditor shall continue to complete the annual audit of the state's  
 13 comprehensive annual financial report and the annual federal single  
 14 audit consistent with the auditing standards generally accepted in the  
 15 United States and the standards applicable to financial audits  
 16 contained in government auditing standards, issued by the comptroller  
 17 general of the United States, and OMB circular A-133, audits of states,  
 18 local governments, and nonprofit organizations.

19 NEW SECTION. **Sec. 125. FOR THE CITIZENS' COMMISSION ON SALARIES**  
 20 **FOR ELECTED OFFICIALS**

|    |   |           |
|----|---|-----------|
| 21 | General Fund--State Appropriation (FY 2014) . . . . . | \$141,000 |
| 22 | General Fund--State Appropriation (FY 2015) . . . . . | \$172,000 |
| 23 | TOTAL APPROPRIATION . . . . .                         | \$313,000 |

24 NEW SECTION. **Sec. 126. FOR THE ATTORNEY GENERAL**

|    |   |               |
|----|---|---------------|
| 25 | General Fund--State Appropriation (FY 2014) . . . . .         | \$10,456,000  |
| 26 | General Fund--State Appropriation (FY 2015) . . . . .         | \$10,172,000  |
| 27 | General Fund--Federal Appropriation . . . . .                 | \$7,114,000   |
| 28 | New Motor Vehicle Arbitration Account--State                  |               |
| 29 | Appropriation . . . . .                                       | \$999,000     |
| 30 | Legal Services Revolving Account--State                       |               |
| 31 | Appropriation . . . . .                                       | \$191,670,000 |
| 32 | Tobacco Prevention and Control Account--State                 |               |
| 33 | Appropriation . . . . .                                       | \$271,000     |
| 34 | Medicaid Fraud Penalty Account--State Appropriation . . . . . | \$2,279,000   |
| 35 | Public Services Revolving Account--State                      |               |
| 36 | Appropriation . . . . .                                       | \$2,093,000   |

1 TOTAL APPROPRIATION . . . . . \$225,054,000

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

4 (1) The attorney general shall report each fiscal year on actual  
5 legal services expenditures and actual attorney staffing levels for  
6 each agency receiving legal services. The report shall be submitted to  
7 the office of financial management and the fiscal committees of the  
8 senate and house of representatives no later than ninety days after the  
9 end of each fiscal year. As part of its by agency report to the  
10 legislative fiscal committees and the office of financial management,  
11 the office of the attorney general shall include information detailing  
12 the agency's expenditures for its agency-wide overhead and a breakdown  
13 by division of division administration expenses.

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

19 (3) The attorney general shall annually report to the fiscal  
20 committees of the legislature all new *cy pres* awards and settlements  
21 and all new accounts, disclosing their intended uses, balances, the  
22 nature of the claim or account, proposals, and intended timeframes for  
23 the expenditure of each amount. The report shall be distributed  
24 electronically and posted on the attorney general's web site. The  
25 report shall not be printed on paper or distributed physically.

26 (4) The executive ethics board shall: (a) Develop a statewide  
27 plan, with performance measures, to provide overall direction and  
28 accountability in all executive branch agencies and statewide elected  
29 offices; (b) coordinate and work with the commission on judicial  
30 conduct and the legislative ethics board; (c) assess and evaluate each  
31 agency's ethical culture through employee and stakeholder surveys,  
32 review Washington state quality award feedback reports, and publish an  
33 annual report on the results to the public; and (d) solicit outside  
34 evaluations, studies, and recommendations for improvements from  
35 academics, nonprofit organizations, the public disclosure commission,  
36 or other entities with expertise in ethics, integrity, and the public  
37 sector.

1 (5) \$424,000 of the legal services revolving account--state  
2 appropriation is provided solely for replacement of a portion of the  
3 computers. The amount provided in this subsection is conditioned on  
4 the department satisfying the requirements of the project management  
5 oversight standards and policies established by the office of the chief  
6 information officer and the provisions of section 945 of this act,  
7 personal computer acquisition and replacement.

8 (6) \$609,000 of the legal services revolving account--state  
9 appropriation is provided solely for upgrades to software programs.  
10 The amount provided in this subsection is conditioned on the department  
11 satisfying the requirements of the project management oversight  
12 standards and policies established by the office of the chief  
13 information officer.

14 (7) \$131,000 of the legal services revolving account--state  
15 appropriation is provided solely for the implementation of Engrossed  
16 Second Substitute Senate Bill No. 5405 (extended foster care). If the  
17 bill is not enacted by June 30, 2013, the amount provided in this  
18 subsection shall lapse.

19 (8) \$50,000 of the general fund--state appropriation for fiscal  
20 year 2014 and \$50,000 of the general fund--state appropriation for  
21 fiscal year 2015 are provided solely for the implementation of  
22 Engrossed Substitute House Bill No. 1341 (wrongful imprisonment). If  
23 the bill is not enacted by June 30, 2013, the amount provided in this  
24 subsection shall lapse.

25 (9) \$189,000 of the legal services revolving account--state  
26 appropriation is provided solely for the implementation of Substitute  
27 House Bill No. 1420 (transportation improvement projects). If the bill  
28 is not enacted by June 30, 2013, the amount provided in this subsection  
29 shall lapse.

30 (10) \$2,093,000 of the public service revolving account--state  
31 appropriation is provided solely for the work of the public counsel  
32 section of the office of the attorney general.

33 (11) \$353,000 of the general fund--state appropriation for fiscal  
34 year 2014 and \$353,000 of the general fund--state appropriation for  
35 fiscal year 2015 are provided solely for a grant to the Washington  
36 coalition of crime victim advocates to provide training, certification,  
37 and technical assistance for crime victim service center advocates.



1            **NEW SECTION.   Sec. 127.   FOR THE CASELOAD FORECAST COUNCIL**

|   |   |             |
|---|---|-------------|
| 2 | General Fund--State Appropriation (FY 2014) | \$1,260,000 |
| 3 | General Fund--State Appropriation (FY 2015) | \$1,233,000 |
| 4 | TOTAL APPROPRIATION                         | \$2,493,000 |

5            **NEW SECTION.   Sec. 128.   FOR THE DEPARTMENT OF COMMERCE**

|    |   |               |
|----|---|---------------|
| 6  | General Fund--State Appropriation (FY 2014)             | \$66,831,000  |
| 7  | General Fund--State Appropriation (FY 2015)             | \$64,094,000  |
| 8  | General Fund--Federal Appropriation                     | \$265,034,000 |
| 9  | General Fund--Private/Local Appropriation               | \$5,646,000   |
| 10 | Public Works Assistance Account--State                  |               |
| 11 | Appropriation   | \$7,242,000   |
| 12 | Drinking Water Assistance Administrative                |               |
| 13 | Account--State Appropriation                            | \$445,000     |
| 14 | Lead Paint Account--State Appropriation                 | \$147,000     |
| 15 | Building Code Council Account--State Appropriation      | \$13,000      |
| 16 | Home Security Fund Account--State Appropriation         | \$30,456,000  |
| 17 | Affordable Housing for All Account--State               |               |
| 18 | Appropriation   | \$11,916,000  |
| 19 | Financial Fraud and Identity Theft Crimes Investigation |               |
| 20 | and Prosecution Account--State Appropriation            | \$969,000     |
| 21 | Low-Income Weatherization Assistance Account--State     |               |
| 22 | Appropriation   | \$1,882,000   |
| 23 | Community and Economic Development Fee Account--State   |               |
| 24 | Appropriation   | \$5,303,000   |
| 25 | Washington Housing Trust Account--State                 |               |
| 26 | Appropriation   | \$19,599,000  |
| 27 | Prostitution Prevention and Intervention Account--      |               |
| 28 | State Appropriation                                     | \$98,000      |
| 29 | Public Facility Construction Loan Revolving             |               |
| 30 | Account--State Appropriation                            | \$985,000     |
| 31 | Washington Community Technology Opportunity Account--   |               |
| 32 | Private/Local Appropriation                             | \$10,000      |
| 33 | Liquor Revolving Account--State Appropriation           | \$5,605,000   |
| 34 | TOTAL APPROPRIATION                                     | \$486,275,000 |

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

1 (1) Repayments of outstanding mortgage and rental assistance  
2 program loans administered by the department under RCW 43.63A.640 shall  
3 be remitted to the department, including any current revolving account  
4 balances. The department shall collect payments on outstanding loans,  
5 and deposit them into the state general fund. Repayments of funds owed  
6 under the program shall be remitted to the department according to the  
7 terms included in the original loan agreements.

8 (2) \$500,000 of the general fund--state appropriation for fiscal  
9 year 2014 and \$500,000 of the general fund--state appropriation for  
10 fiscal year 2015 are provided solely for a grant to resolution  
11 Washington to building statewide capacity for alternative dispute  
12 resolution centers and dispute resolution programs that guarantee that  
13 citizens have access to low-cost resolution as an alternative to  
14 litigation.

15 (3) \$306,000 of the general fund--state appropriation for fiscal  
16 year 2014 and \$306,000 of the general fund--state appropriation for  
17 fiscal year 2015 are provided solely for a grant to the retired senior  
18 volunteer program.

19 (4) The department shall administer its growth management act  
20 technical assistance so that smaller cities receive proportionately  
21 more assistance than larger cities or counties.

22 (5) \$1,800,000 of the home security fund--state appropriation is  
23 provided for transitional housing assistance or partial payments for  
24 rental assistance under the independent youth housing program.

25 (6) \$5,000,000 of the home security fund--state appropriation is  
26 for the operation, repair, and staffing of shelters in the homeless  
27 family shelter program.

28 (7) \$198,000 of the general fund--state appropriation for fiscal  
29 year 2014 and \$198,000 of the general fund--state appropriation for  
30 fiscal year 2015 are provided solely for the Washington new Americans  
31 program.

32 (8) \$2,949,000 of the general fund--state appropriation for fiscal  
33 year 2014 and \$2,949,000 of the general fund--state appropriation for  
34 fiscal year 2015 are provided solely for associate development  
35 organizations.

36 (9) \$234,000 of the general fund--state appropriation for fiscal  
37 year 2014 and \$233,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for the Washington asset building  
2 coalitions.

3 (10) \$32,027,000 of the general fund--state appropriation for  
4 fiscal year 2014 and \$32,027,000 of the general fund--state  
5 appropriation for fiscal year 2015 are provided solely for the  
6 essential needs and housing support program created in chapter 36, 2011  
7 1st sp. sess. The department of commerce shall contract for these  
8 services with counties or community-based organizations involved in  
9 providing essential needs and housing supports to low-income persons  
10 who meet eligibility pursuant to chapter 36, 2011 1st sp. sess. The  
11 department shall limit the funding used for administration of the  
12 program to no more than five percent. Counties and community  
13 providers shall limit the funding used for administration of the  
14 program to no more than seven percent.

15 (a) Of the amounts provided in this subsection, \$5,000,000 is  
16 provided solely for essential needs to clients who meet the eligibility  
17 established in chapter 36, 2011 1st sp. sess. Counties and  
18 community-based organizations shall distribute basic essential products  
19 in a manner that prevents abuse. To the greatest extent possible, the  
20 counties or community-based organizations shall leverage local or  
21 private funds, and volunteer support to acquire and distribute the  
22 basic essential products.

23 (b) Of the amounts provided in this subsection, \$59,000,000 is  
24 provided solely for housing support services to individuals who are  
25 homeless or who may become homeless, and are eligible for services  
26 under this program pursuant to chapter 36, 2011 1st sp. sess.

27 (11) \$5,605,000 of the liquor revolving account--state  
28 appropriation is provided solely for the department to contract with  
29 the municipal research and services center of Washington.

30 (12) \$500,000 of the general fund--state appropriation for fiscal  
31 year 2014 and \$500,000 of the general fund--state appropriation for  
32 fiscal year 2015 are provided solely for the purposes of purchasing  
33 contracted services to expand and promote the tourism industry in the  
34 state of Washington.

35 (a) The department must contract with the Washington tourism  
36 alliance. Expenditure of state moneys is contingent upon the  
37 contractor providing a dollar for dollar cash or in-kind match.  
38 Funding must be provided for the following services:

1 (i) Serving as a central point of contact through developing and  
2 maintaining a web portal for Washington tourism, operating a call  
3 center, and mailing travel guides;

4 (ii) Promoting Washington as a tourism destination to national and  
5 international markets, with emphasis on markets in Europe and Asia;

6 (iii) Providing information to businesses and local communities on  
7 tourism opportunities that could expand local revenues; and

8 (iv) Conducting tourism-related research, including market research  
9 and measuring the return on investment of funded activities.

10 (b) The department may not use more than 4 percent of the funds to  
11 administer, monitor, and report the outcomes of the services. The  
12 department must electronically submit performance metrics by January 1,  
13 2014, and report the outcomes of the services by January 1, 2015, to  
14 the economic development committees of the legislature.

15 (c) The department has the authority to designate one or more  
16 alternative contractors if necessary due to performance or other  
17 significant issues. Such change must only be made after consultation  
18 with the Washington tourism alliance, the governor's office, and the  
19 chairs and ranking members of the economic development committees of  
20 the legislature.

21 (13) \$250,000 of the general fund--state appropriation for fiscal  
22 year 2014 and \$250,000 of the general fund--state appropriation for  
23 fiscal year 2015 are provided solely for the purposes of expanding  
24 foreign trade offices and providing sector-based export assistance to  
25 businesses. The department must engage Oregon, Idaho, Montana, Alaska,  
26 Hawaii, British Columbia, Alberta, Saskatchewan, and Yukon as well as  
27 associate development organizations, the small business development  
28 centers export readiness centers, the export finance assistance center  
29 of Washington, chambers of commerce, international trade organizations,  
30 and ports to leverage the funds provided and maximize the investment in  
31 foreign outreach. For each dollar expended the department must receive  
32 a one hundred percent match. The match may be provided by the  
33 department through nongeneral fund sources, or any partnering  
34 governments or organizations. The department must develop performance  
35 metrics and measure at a minimum, business hand-offs between partners  
36 for the provision of additional services, the number of assisted  
37 businesses, the number of assisted businesses that export, and the

1 amount of assisted export sales. The measurements must also include an  
2 analysis of the sectors served and results.

3 (14) \$500,000 of the general fund--state appropriation for fiscal  
4 year 2014 and \$500,000 of the general fund--state appropriation for  
5 fiscal year 2015 are provided solely for facilitating technology  
6 transfer and commercialization activities, and supporting business  
7 growth in technology sectors.

8 (a) The department must contract with the innovate Washington  
9 foundation. Expenditure of state moneys must be provided for following  
10 services:

11 (i) Supporting businesses in securing federal and private funds to  
12 support product research and commercialization, developing and  
13 integrating technology in new or enhanced products and services, and  
14 launching those products and services in sustainable businesses in the  
15 state;

16 (ii) Establishing public-private partnerships and programmatic  
17 activities that increase the competitiveness of state industries;

18 (iii) Working with utilities, district energy providers, the  
19 utilities and transportation commission, and the state energy office to  
20 improve the alignment of investments in clean energy technologies with  
21 existing state policies;

22 (iv) Administering technology and innovation grant and loan  
23 programs including bridge funding programs for the state's technology  
24 sector;

25 (v) Working with impact Washington to ensure that customers have  
26 ready access to each other's services; and

27 (vi) Reaching out to firms operating in the state's innovation  
28 partnership zones.

29 (b) The department may not use more than 4 percent of the funds to  
30 administer, monitor, and report the outcomes of the services provided.  
31 The department must electronically submit performance metrics by  
32 January 1, 2014, and report the outcomes of the services by January 1,  
33 2015, to the economic development committees of the legislature.

34 (15) \$250,000 of the general fund--state appropriation for fiscal  
35 year 2014 and \$250,000 of the general fund--state appropriation for  
36 fiscal year 2015 are provided solely to the northwest agriculture  
37 business center. Expenditure of state moneys is contingent upon the

1 northwest agriculture business center providing a fifty percent cash  
2 match for each state dollar.

3 (16) \$72,000 of the prostitution prevention and intervention  
4 account is provided solely for implementation of Engrossed Substitute  
5 House Bill No. 1291 (sex trade victims). If the bill is not enacted by  
6 June 30, 2013, the amount provided in this subsection shall lapse.

7 (17) \$49,000 of the general fund--state appropriation for fiscal  
8 year 2014 and \$49,000 of the general fund--state appropriation for  
9 fiscal year 2015 are provided solely for implementation of House Bill  
10 No. 1818 (business and government streamlining). If the bill is not  
11 enacted by June 30, 2013, the amounts provided in this subsection shall  
12 lapse.

13 (18) \$100,000 of the general fund--state appropriation for fiscal  
14 year 2014 is provided solely for the department to conduct an economic  
15 cluster analysis of the policies impacting the financial services  
16 sector with the objective of building and strengthening the industry's  
17 presence in Washington. The department shall examine regulatory,  
18 workforce, tax and infrastructure issues and determine strategies to  
19 encourage the industry, including private equity, wealth management,  
20 and hedge firms and related entities from other states and  
21 internationally to locate in Washington. The department shall report  
22 to the legislature by December 1, 2013, with recommendations for  
23 legislative action.

24 (19) \$50,000 of the general fund--state appropriation for fiscal  
25 year 2014 and \$50,000 of the general fund--state appropriation for  
26 fiscal year 2015 are provided solely for the department to develop an  
27 economic cluster strategy to leverage the state's unique maritime  
28 assets, geography, history, and infrastructure. Goals include growing  
29 employment, targeted economic activity, environmental considerations,  
30 tax revenue to state and local governments, and quality of life  
31 associated with the maritime sector by working with the industry to  
32 understand workforce needs, parity considerations with Oregon and  
33 British Columbia, and tax structure and regulatory barriers. The  
34 department will report its findings to the appropriate committees of  
35 the legislature no later than December 1, 2014.

36 (20) \$2,000,000 of the Washington housing trust account--state  
37 appropriation is provided solely for the department of commerce for  
38 services to homeless families through the Washington families fund.

1 (21) \$5,000,000 of the home security account--state appropriation  
2 is provided solely for the department of commerce to provide emergency  
3 assistance to homeless families in the temporary assistance for needy  
4 families program.

5 (22) \$75,000 of the general fund--state appropriation for fiscal  
6 year 2014 is provided solely for the department to convene a workgroup  
7 consisting of the former members of the Washington economic development  
8 commission. The workgroup shall meet a minimum of two times to provide  
9 advice and input to the director, governor, and legislature on the  
10 economic development strategy for the state. The workgroup may also  
11 recommend methods to provide future input on economic development  
12 strategies and initiatives for the state within available department  
13 resources.

14 (23) \$4,000,000 of the general fund--state appropriation for fiscal  
15 year 2014 and \$850,000 of the general fund--state appropriation for  
16 fiscal year 2015 are provided solely for purposes of creating and  
17 operating a community health care and education and innovation center  
18 at the Pacific Medical Center in Seattle. Amounts provided in this  
19 subsection must be used for lease, maintenance, operations, and other  
20 required related expenses for Seattle community colleges allied health  
21 programs and other related uses identified by the department of  
22 commerce. The department is authorized to enter into a thirty-year  
23 lease for the Pacific Medical Center property.

24 (24) Within the appropriations in this section, the department  
25 shall, by December 1, 2013, develop a comprehensive start-up Washington  
26 strategy to facilitate the growth of start-ups and enhance the state's  
27 competitiveness in recruiting and retaining businesses that start up in  
28 Washington. This shall include but is not limited to: B&O tax relief,  
29 capital investment, regulatory burdens, workforce and infrastructure  
30 needs and support. Start-up businesses interactions with state  
31 government and other public entities as a customer shall also be  
32 considered.

33 NEW SECTION. **Sec. 129. FOR THE ECONOMIC AND REVENUE FORECAST**  
34 **COUNCIL**

|    |   |           |
|----|---|-----------|
| 35 | General Fund--State Appropriation (FY 2014) . . . . .         | \$764,000 |
| 36 | General Fund--State Appropriation (FY 2015) . . . . .         | \$803,000 |
| 37 | Lottery Administrative Account--State Appropriation . . . . . | .\$50,000 |

|    |  |              |
|----|--|--------------|
| 1  | TOTAL APPROPRIATION . . . . .  | \$1,617,000  |
| 2  | <b>NEW SECTION. Sec. 130. FOR THE OFFICE OF FINANCIAL MANAGEMENT</b> |              |
| 3  | General Fund--State Appropriation (FY 2014) . . . . .                | \$18,258,000 |
| 4  | General Fund--State Appropriation (FY 2015) . . . . .                | \$17,749,000 |
| 5  | General Fund--Federal Appropriation . . . . .                        | \$31,341,000 |
| 6  | General Fund--Private/Local Appropriation . . . . .                  | \$370,000    |
| 7  | Economic Development Strategic Reserve Account--State                |              |
| 8  | Appropriation . . . . .  | \$289,000    |
| 9  | Personnel Service Fund--State Appropriation . . . . .                | \$8,670,000  |
| 10 | Data Processing Revolving Account--State                             |              |
| 11 | Appropriation . . . . .  | \$6,023,000  |
| 12 | Higher Education Personnel Services Account--State                   |              |
| 13 | Appropriation . . . . .  | \$1,497,000  |
| 14 | Performance Audits of Government Account--State                      |              |
| 15 | Appropriation . . . . .  | \$4,000,000  |
| 16 | TOTAL APPROPRIATION . . . . .  | \$88,197,000 |

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

19 (1) The office of financial management shall prepare a report  
20 outlining alternative methods of procuring health benefits for home  
21 care workers, including individual providers and agency providers. In  
22 preparing the report, the office of financial management shall consult  
23 with the department of social and health services, representatives of  
24 individual home care providers, and agency home care providers.

25 Along with a summary of the current method of providing benefits,  
26 the report must include an analysis of the policy and fiscal  
27 implications of accessing health benefits through the Washington health  
28 benefits exchange. The report must also provide an analysis of a  
29 medicaid section 1115 waiver with the federal centers for medicare and  
30 medicaid services that would provide additional medicaid matching funds  
31 for individual provider home care workers who are provided with health  
32 care benefits through a collective bargaining agreement negotiated with  
33 the state under chapter 74.39A RCW, but would otherwise be eligible for  
34 medicaid under the federal expanded eligibility provisions that take  
35 effect January 1, 2014.

36 The report must be submitted to the appropriate fiscal committees  
37 of the legislature by January 6, 2014.



1 (2) \$39,000 of the general fund--state appropriation for fiscal  
2 year 2014 and \$7,000 of the general fund--state appropriation for  
3 fiscal year 2015 are provided solely for member reimbursement, staff  
4 support, or other expenses associated with the work of the joint  
5 legislative executive committee on planning for aging and disability  
6 issues that is established by this subsection.

7 (a) A joint legislative executive committee on aging and disability  
8 is established, with members as provided in this subsection.

9 (i) Four members of the senate, with the leaders of the two largest  
10 caucuses each appointing two members. Four members of the house of  
11 representatives, with the leaders of the two largest caucuses each  
12 appointing two members;

13 (ii) A member from the office of the governor, appointed by the  
14 governor;

15 (iii) The secretary of the department of social and health services  
16 or his or her designee;

17 (iv) The director of the health care authority or his or her  
18 designee; and

19 (v) The director of the department of retirement systems or his or  
20 her designee.

21 (b) The committee must convene by September 1, 2013. At the first  
22 meeting, the committee will select cochairs from among its members who  
23 are legislators. All meetings of the committee are open to the public.

24 (c) The purpose of the committee is to identify key strategic  
25 actions to prepare for the aging of the population in Washington,  
26 including state budget and policy options, by conducting at least, but  
27 not limited to, the following tasks:

28 (i) Establish a profile of Washington's current population of older  
29 people and people with disabilities and a projection of population  
30 growth through 2030;

31 (ii) Establish an inventory of services and supports currently  
32 available to older people and people with disabilities from the health  
33 care and long-term services and support systems and other community  
34 resources such as housing, transportation, income support, and  
35 protection for vulnerable adults;

36 (iii) Identify state budget and policy options to more effectively  
37 use state, federal and private resources to, over time, reduce the

1 growth rate in state expenditures that would otherwise occur by  
2 continuing current policy in light of significant population growth;

3 (iv) Identify strategies to better serve the health care needs of  
4 an aging population and people with disabilities, and promote healthy  
5 living;

6 (v) Identify policy options to create financing mechanisms for  
7 long-term services and supports that will promote additional private  
8 responsibility for individuals and families to meet their needs for  
9 service;

10 (vi) Identify policies to promote financial security in retirement,  
11 support people who wish to stay in the workplace longer, and expand the  
12 availability of workplace retirement savings plans; and

13 (vii) Identify policy options to help communities adapt to the  
14 aging demographic in planning for housing, land use and transportation.

15 (d) The committee shall consult with the office of the insurance  
16 commissioner, the caseload forecast council, and other appropriate  
17 entities with specialized knowledge of the needs and growth trends of  
18 the aging population and people with disabilities.

19 (e) Staff support for the committee shall be provided by the office  
20 of program research, senate committee services, the office of financial  
21 management, and the department of social and health services. The  
22 committee members may be reimbursed for travel expenses as authorized  
23 under RCW 43.03.050 and 43.03.060, and chapter 44.04 RCW as  
24 appropriate.

25 (f) The committee shall issue an interim report to the legislature  
26 by December 10, 2013, and issue final recommendations to the governor  
27 and relevant standing committees of the legislature by December 10,  
28 2014.

29 (3) \$300,000 of the general fund--state appropriation for fiscal  
30 year 2014 is provided solely for implementation of Engrossed Second  
31 Substitute Senate Bill No. 5802 (greenhouse gas emissions). If the  
32 bill is not enacted by June 30, 2013, the amount provided in this  
33 subsection shall lapse.

34 (4) \$536,000 of the general fund--state appropriation for fiscal  
35 year 2014 is provided solely for a study of the state's medical and  
36 public assistance eligibility systems and infrastructure with the goal  
37 of simplifying procedures, improving customer service, and reducing  
38 state expenditures. The study must also examine which state entities

1 play various roles in the eligibility and data verification processes  
2 in order to determine if eligibility processes can be further  
3 streamlined in light of changes related to the federal affordable care  
4 act. The study must identify how costs will be allocated between state  
5 and federal funding sources and options for maximizing federal  
6 participation. The office of financial management shall provide a  
7 report on its findings and recommendations to the relevant policy and  
8 fiscal committees of the legislature by January 1, 2014.

9 (5)(a) The legislature finds that the state's nationally recognized  
10 student achievement initiative has led to significant improvements at  
11 two-year institutions of higher education. With the goal of creating  
12 such efficiencies within the four-year institutions of higher  
13 education, the office of financial management shall convene, in  
14 coordination with the joint committee on higher education and the  
15 student achievement council, a technical incentive funding model task  
16 force to propose an incentive funding model for the four-year  
17 institutions of higher education. The model will provide new incentive  
18 funding to four-year institutions of higher education that demonstrate  
19 improvement on existing performance measures and control resident  
20 undergraduate tuition growth. Participation in the program is  
21 voluntary; however, funding appropriated for this program shall only be  
22 available to those institutions that have chosen to participate in the  
23 program.

24 (b) The task force must include the following members:

25 (i) One representative from the student achievement council;

26 (ii) One representative from the education data center created in  
27 RCW 43.41.400; and

28 (iii) One representative from each of the four-year institutions of  
29 higher education.

30 (c) The program shall include, but shall not be limited to:

31 (i) A system for allocating new incentive funding to participating  
32 institutions based on an institution's:

33 (A) Performance in specific metrics;

34 (B) Control and reduction where possible of resident undergraduate  
35 and graduate tuition; and

36 (C) Efficient utilization of classrooms laboratories, online and  
37 other high technology instructional methods.

1 (ii) A methodology for allocating funding for performance as  
2 specified in (c)(i)(A) of this subsection that is based on performance  
3 metrics reported in the accountability monitoring and reporting system  
4 established in RCW 28B.77.090 and that recognizes each institution's  
5 unique mission by measuring each institution's performance in these  
6 metrics against their past performance.

7 (iii) A methodology for investing any unallocated incentive funds  
8 to the state need grant program created in chapter 28B.92 RCW to expand  
9 access to low-income and underserved student populations; and

10 (iv) A methodology for establishing a baseline level of state  
11 funding that:

12 (A) Fully supports the state's need for an increasing portion of  
13 its citizens to gain post-secondary education and qualifications;

14 (B) Recognizes the acute need of the state's high-technology  
15 economy for a sufficient number of graduates in high employer demand  
16 programs of study;

17 (C) Achieves a more equitable share of support between the state  
18 and students and their families; and

19 (D) Provides for funding enhancements based on demonstrated  
20 improvements in institutional performance within the educational  
21 achievement and tuition reduction incentive program.

22 (d) The workgroup shall submit a final report containing an  
23 incentive funding model to the governor and higher education and fiscal  
24 committees of the legislature by December 31, 2013.

25 **NEW SECTION. Sec. 131. FOR THE OFFICE OF ADMINISTRATIVE HEARINGS**

26 Administrative Hearings Revolving Account--State

27 Appropriation . . . . . \$37,826,000

28 TOTAL APPROPRIATION . . . . . \$37,826,000

29 The appropriations in this section are subject to the following  
30 conditions and limitations: \$151,000 of the administrative hearings  
31 revolving account--state appropriation is provided solely for  
32 replacement of computer equipment, including servers, routers, and  
33 storage system upgrades. The amount provided in this subsection is  
34 conditioned on the department satisfying the requirements of the  
35 project management oversight standards and policies established by the  
36 office of the chief information officer.

1        NEW SECTION.    **Sec. 132. FOR THE WASHINGTON STATE LOTTERY**

2    Lottery Administrative Account--State

3        Appropriation . . . . . \$25,745,000

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

6        (1) \$596,000 of the lottery administrative account--state  
7    appropriation is provided solely for the replacement of the lottery's  
8    gaming systems vendor contract.

9        (2) No portion of this appropriation may be used for acquisition of  
10   gaming system capabilities that violates state law.

11       NEW SECTION.    **Sec. 133. FOR THE COMMISSION ON HISPANIC AFFAIRS**

12    General Fund--State Appropriation (FY 2014) . . . . . \$238,000

13    General Fund--State Appropriation (FY 2015) . . . . . \$236,000

14        TOTAL APPROPRIATION . . . . . \$474,000

15       NEW SECTION.    **Sec. 134. FOR THE COMMISSION ON AFRICAN-AMERICAN**  
16    **AFFAIRS**

17    General Fund--State Appropriation (FY 2014) . . . . . \$233,000

18    General Fund--State Appropriation (FY 2015) . . . . . \$225,000

19        TOTAL APPROPRIATION . . . . . \$458,000

20       NEW SECTION.    **Sec. 135. FOR THE DEPARTMENT OF RETIREMENT**  
21    **SYSTEMS--OPERATIONS**

22    Department of Retirement Systems Expense

23        Account--State Appropriation . . . . . \$50,877,000

24        The appropriation in this section is subject to the following  
25    conditions and limitations: \$72,000 of the department of retirement  
26    systems expense account--state appropriation is provided solely for the  
27    administrative costs associated with implementation of Substitute House  
28    Bill No. 2018 (regarding additional contribution rates for employers of  
29    the Washington state retirement systems). If the bill is not enacted  
30    by June 30, 2013, the amount provided in this subsection shall lapse.

31       NEW SECTION.    **Sec. 136. FOR THE DEPARTMENT OF REVENUE**

32    General Fund--State Appropriation (FY 2014) . . . . . \$108,228,000

33    General Fund--State Appropriation (FY 2015) . . . . . \$112,688,000

34    Timber Tax Distribution Account--State Appropriation . . . . \$6,111,000

|   |   |               |
|---|---|---------------|
| 1 | Waste Reduction/Recycling/Litter Control--State             |               |
| 2 | Appropriation . . . . .                                     | \$132,000     |
| 3 | State Toxics Control Account--State Appropriation . . . . . | \$93,000      |
| 4 | Master License Fund--State Appropriation . . . . .          | \$17,145,000  |
| 5 | TOTAL APPROPRIATION . . . . .                               | \$244,397,000 |

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

8 (1) The department of revenue is authorized to increase the master  
9 application fee to nineteen dollars and the renewal fee to eleven  
10 dollars consistent with RCW 19.02.075.

11 (2) \$604,000 of the general fund--state appropriation for fiscal  
12 year 2014, \$6,147,000 of the general fund--state appropriation for  
13 fiscal year 2015, and \$4,853,000 of the master license fund--state  
14 appropriation are provided solely for the replacement of the  
15 department's legacy business systems. The amounts provided in this  
16 subsection are conditioned on the department satisfying the  
17 requirements of the project management oversight standards and policies  
18 established by the office of the chief information officer.

19 (3) Within the amounts appropriated within this section, the  
20 department shall ensure agents of sellers collect and remit the taxes  
21 imposed on retail sales under Title 82 RCW, regardless of whether or  
22 not the agent has actual or constructive possession or control of the  
23 property, product, or services sold.

24 **NEW SECTION. Sec. 137. FOR THE BOARD OF TAX APPEALS**

|    |   |             |
|----|---|-------------|
| 25 | General Fund--State Appropriation (FY 2014) . . . . . | \$1,217,000 |
| 26 | General Fund--State Appropriation (FY 2015) . . . . . | \$1,182,000 |
| 27 | TOTAL APPROPRIATION . . . . .                         | \$2,399,000 |

28 **NEW SECTION. Sec. 138. FOR THE OFFICE OF MINORITY AND WOMEN'S**  
29 **BUSINESS ENTERPRISES**

|    |  |             |
|----|--|-------------|
| 30 | OMWBE Enterprises Account--State Appropriation . . . . . | \$4,083,000 |
|----|--|-------------|

31 The appropriation in this section is subject to the following  
32 conditions and limitations: \$200,000 of the minority and women's  
33 business enterprises account--state appropriation is provided for  
34 implementation of a certification program for small business  
35 enterprises. The agency will collaborate with the department of

1 transportation to certify small businesses as small business  
2 enterprises. Funding for this work is provided through interagency  
3 agreement with the state department of transportation.

4 **NEW SECTION. Sec. 139. FOR THE INSURANCE COMMISSIONER**

|    |  |              |
|----|--|--------------|
| 5  | General Fund--State Appropriation (FY 2014) . . . . .          | \$150,000    |
| 6  | General Fund--State Appropriation (FY 2015) . . . . .          | \$150,000    |
| 7  | General Fund--Federal Appropriation . . . . .                  | \$4,497,000  |
| 8  | Health Benefit Exchange Account--State Appropriation . . . . . | \$676,000    |
| 9  | Insurance Commissioners Regulatory Account--State              |              |
| 10 | Appropriation . . . . .  | \$49,631,000 |
| 11 | TOTAL APPROPRIATION . . . . .                                  | \$55,104,000 |

12 The appropriations in this section are subject to the following  
13 conditions and limitations: \$676,000 of the health benefit exchange  
14 account--state appropriation is provided solely to implement Engrossed  
15 Substitute House Bill No. 1947 (Washington health benefit exchange).  
16 If the bill is not enacted by June 30, 2013, the amount provided in  
17 this subsection shall lapse.

18 **NEW SECTION. Sec. 140. FOR THE STATE INVESTMENT BOARD**

|    |   |              |
|----|---|--------------|
| 19 | State Investment Board Expense Account--State |              |
| 20 | Appropriation . . . . .                       | \$36,063,000 |

21 **NEW SECTION. Sec. 141. FOR THE LIQUOR CONTROL BOARD**

|    |   |              |
|----|---|--------------|
| 22 | Liquor Revolving Account--State Appropriation . . . . . | \$66,269,000 |
| 23 | General Fund--Federal Appropriation . . . . .           | \$945,000    |
| 24 | General Fund--Private/Local Appropriation . . . . .     | \$25,000     |
| 25 | TOTAL APPROPRIATION . . . . .                           | \$67,239,000 |

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

28 (1) \$2,494,000 of the liquor revolving account--state appropriation  
29 is provided solely for the liquor control board to implement Initiative  
30 Measure No. 502.

31 (2) Within the amounts appropriated in this section from the liquor  
32 revolving account--state appropriation, the liquor control board must  
33 work with the department of revenue, the department of health, and  
34 affected stakeholders to develop proposed legislation regarding the

1 integration of a regulated medical marijuana market with the  
2 recreational marijuana market.

3 At minimum, the proposed legislation should address the following:

4 (a) Agency requirements to regulate medical marijuana and health  
5 care providers and administer and collect taxes;

6 (b) Licensing and regulation provisions for medical marijuana  
7 producers, processors, and retailers;

8 (c) Regulations regarding the oversight of health care  
9 professionals that authorize the use of medical marijuana for their  
10 patients;

11 (d) Rules regarding collective gardens, possession amounts, and age  
12 limits; and

13 (e) Implementation of a tax structure for the medical marijuana  
14 market.

15 The board shall submit the proposed legislation to the legislature by  
16 December 15, 2013.

17 NEW SECTION. **Sec. 142. FOR THE UTILITIES AND TRANSPORTATION**  
18 **COMMISSION**

|    |  |              |
|----|--|--------------|
| 19 | General Fund--Federal Appropriation . . . . .            | \$150,000    |
| 20 | General Fund--Private/Local Appropriation . . . . .      | \$11,231,000 |
| 21 | Public Service Revolving Account--State                  |              |
| 22 | Appropriation . . . . .                                  | \$28,080,000 |
| 23 | Pipeline Safety Account--State Appropriation . . . . .   | \$4,413,000  |
| 24 | Pipeline Safety Account--Federal Appropriation . . . . . | \$1,940,000  |
| 25 | TOTAL APPROPRIATION . . . . .                            | \$45,814,000 |

26 The appropriations in this section are subject to the following  
27 conditions and limitations: The commission shall work with the Idaho  
28 public utilities commission and the public utility commission of Oregon  
29 to identify common regulatory functions that can be performed jointly,  
30 with the goal of formalizing an agreement that protects essential  
31 services while increasing regulatory effectiveness and efficiencies  
32 through economies of scale. The commission is authorized to enter into  
33 an agreement with such other state public utility commissions to work  
34 jointly in administering specified respective regulatory functions.

35 NEW SECTION. **Sec. 143. FOR THE MILITARY DEPARTMENT**  
36 General Fund--State Appropriation (FY 2014) . . . . . \$1,880,000



|    |   |               |
|----|---|---------------|
| 1  | General Fund--State Appropriation (FY 2015)       | \$1,887,000   |
| 2  | General Fund--Federal Appropriation               | \$140,187,000 |
| 3  | Enhanced 911 Account--State Appropriation         | \$59,518,000  |
| 4  | Disaster Response Account--State Appropriation    | \$14,539,000  |
| 5  | Disaster Response Account--Federal Appropriation  | \$53,253,000  |
| 6  | Military Department Rent and Lease Account--State |               |
| 7  | Appropriation                                     | \$615,000     |
| 8  | Worker and Community Right-to-Know Account--State |               |
| 9  | Appropriation                                     | \$2,995,000   |
| 10 | TOTAL APPROPRIATION                               | \$274,874,000 |

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

13 (1) \$14,539,000 of the disaster response account--state  
14 appropriation and \$53,253,000 of the disaster response account--federal  
15 appropriation may be spent only on disasters declared by the governor  
16 and with the approval of the office of financial management. The  
17 military department shall submit a report to the office of financial  
18 management and the legislative fiscal committees on October 1st and  
19 February 1st of each year detailing information on the disaster  
20 response account, including: (a) The amount and type of deposits into  
21 the account; (b) the current available fund balance as of the reporting  
22 date; and (c) the projected fund balance at the end of the 2014-2015  
23 biennium based on current revenue and expenditure patterns.

24 (2) \$75,000,000 of the general fund--federal appropriation is  
25 provided solely for homeland security, subject to the following  
26 conditions:

27 (a) Any communications equipment purchased by local jurisdictions  
28 or state agencies shall be consistent with standards set by the  
29 Washington state interoperability executive committee; and

30 (b) The department shall submit an annual report to the office of  
31 financial management and the legislative fiscal committees detailing  
32 the governor's domestic security advisory group recommendations;  
33 homeland security revenues and expenditures, including estimates of  
34 total federal funding for the state; and incremental changes from the  
35 previous estimate.

36 (3) \$200,000 of worker and community right-to-know--state  
37 appropriation is provided solely to establish one FTE to initiate and

1 coordinate a statewide continuity of operations program for state  
2 government.

3 NEW SECTION. **Sec. 144. FOR THE PUBLIC EMPLOYMENT RELATIONS**  
4 **COMMISSION**

|    |   |             |
|----|---|-------------|
| 5  | General Fund--State Appropriation (FY 2014) . . . . . | \$1,977,000 |
| 6  | General Fund--State Appropriation (FY 2015) . . . . . | \$2,042,000 |
| 7  | Higher Education Personnel Services Account--State    |             |
| 8  | Appropriation . . . . .                               | \$521,000   |
| 9  | Department of Personnel Service Account--State        |             |
| 10 | Appropriation . . . . .                               | \$3,305,000 |
| 11 | TOTAL APPROPRIATION . . . . .                         | \$7,845,000 |

12 NEW SECTION. **Sec. 145. FOR THE BOARD OF ACCOUNTANCY**

|    |  |             |
|----|--|-------------|
| 13 | Certified Public Accountants' Account--State |             |
| 14 | Appropriation . . . . .                      | \$2,702,000 |

15 NEW SECTION. **Sec. 146. FOR THE FORENSIC INVESTIGATION COUNCIL**

|    |   |           |
|----|---|-----------|
| 16 | Death Investigations Account--State Appropriation . . . . . | \$498,000 |
|----|---|-----------|

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

19 (1) \$250,000 of the death investigations account appropriation is  
20 provided solely for providing financial assistance to local  
21 jurisdictions in multiple death investigations. The forensic  
22 investigation council shall develop criteria for awarding these funds  
23 for multiple death investigations involving an unanticipated,  
24 extraordinary, and catastrophic event or those involving multiple  
25 jurisdictions.

26 (2) \$210,000 of the death investigations account appropriation is  
27 provided solely for providing financial assistance to local  
28 jurisdictions in identifying human remains.

29 NEW SECTION. **Sec. 147. FOR THE HORSE RACING COMMISSION**

|    |  |             |
|----|--|-------------|
| 30 | Horse Racing Commission Operating Account--State |             |
| 31 | Appropriation . . . . .                          | \$3,558,000 |

32 The appropriation in this section is subject to the following  
33 conditions and limitations: Pursuant to RCW 43.135.055, the commission  
34 is authorized to increase licensing fees by up to five percent in

1 fiscal year 2014 and up to five percent in fiscal year 2015; and  
2 background check fees by up to one dollar in fiscal year 2014, and up  
3 to one dollar in fiscal year 2015.

4 NEW SECTION. **Sec. 148. FOR THE DEPARTMENT OF ENTERPRISE SERVICES**

|   |  |             |
|---|--|-------------|
| 5 | General Fund--State Appropriation (FY 2014) . . . . .        | \$3,654,000 |
| 6 | General Fund--State Appropriation (FY 2015) . . . . .        | \$3,635,000 |
| 7 | Building Code Council Account--State Appropriation . . . . . | \$1,576,000 |
| 8 | TOTAL APPROPRIATION . . . . .                                | \$8,865,000 |

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

11 (1) \$3,287,000 of the general fund--state appropriation for fiscal  
12 year 2014 and \$3,286,000 of the general fund--state appropriation for  
13 fiscal year 2015 are provided solely for the payment of facilities and  
14 services charges, utilities and contracts charges, public and historic  
15 facilities charges, and capital projects surcharges allocable to the  
16 senate, house of representatives, statute law committee, and joint  
17 legislative systems committee. The department shall allocate charges  
18 attributable to these agencies among the affected revolving funds. The  
19 department shall maintain an interagency agreement with these agencies  
20 to establish performance standards, prioritization of preservation and  
21 capital improvement projects, and quality assurance provisions for the  
22 delivery of services under this subsection. The legislative agencies  
23 named in this subsection shall continue to enjoy all of the same rights  
24 of occupancy and space use on the capitol campus as historically  
25 established.

26 (2) In accordance with RCW 46.08.172 and 43.135.055, the department  
27 is authorized to increase parking fees in fiscal years 2014 and 2015 as  
28 necessary to meet the actual costs of conducting business.

29 (3)(a) The building code council account appropriation is provided  
30 solely for the operation of the state building code council as required  
31 by statute and modified by the standards established by executive order  
32 10-06. The council shall not consider any proposed code amendment or  
33 take any other action not authorized by statute or in compliance with  
34 the standards established in executive order 10-06. No member of the  
35 council may receive compensation, per diem, or reimbursement for  
36 activities other than physical attendance at those meetings of the

1 state building code council or the council's designated committees, at  
2 which the opportunity for public comment is provided generally and on  
3 all agenda items upon which the council proposes to take action.

4 (b) Pursuant to Substitute House Bill No. 1618 (concerning the  
5 building code council account) there is imposed a fee of five dollars  
6 and fifty cents on each building permit issued by a county or a city,  
7 plus an additional surcharge of two dollars for each residential unit,  
8 but not including the first unit, on each building containing more than  
9 one residential unit, and a fee of eight dollars for each  
10 nonresidential permit issued. \$348,000 of the building code council  
11 account--state appropriation is provided solely for the increase in  
12 fees, pursuant to House Bill No. 1618. If the bill is not enacted by  
13 June 30, 2013, the amounts provided in this subsection shall lapse.

14 (4) The department of enterprise services shall purchase flags  
15 needed for ceremonial occasions on the capitol campus in order to fully  
16 represent the countries that have an international consulate in  
17 Washington state.

18 (5) Before any agency may purchase a passenger motor vehicle as  
19 defined in RCW 43.19.560, the agency must have written approval from  
20 the director of the department of enterprise services.

21 (6) The department shall adjust billings for self-insurance  
22 premiums to transportation agencies to reflect rate reductions assumed  
23 in this act.

24 (7) \$2,400,000 of the data processing revolving account  
25 appropriation is provided solely for the implementation of a pilot  
26 program to implement a strategy and action plan to modernize the  
27 state's enterprise financial and administrative systems. The  
28 department, the office of financial management, and the office of the  
29 chief information officer, will lead the planning effort and establish  
30 advisory committees composed of key stakeholders. The plan will  
31 include an assessment of the readiness of state government to conduct  
32 a business transformation and system replacement project of this scale.  
33 The plan shall incorporate the objectives of lean management and should  
34 include recommendations on: Project scope, phasing and timeline,  
35 expected outcomes and measures of success, product strategy, budget and  
36 financing strategy options, risk mitigation, staffing and organization,  
37 and strategies to close readiness gaps. The department shall submit

1 the implementation plan to the fiscal committees of the legislature by  
2 December 15, 2013.

3 The amounts provided in this subsection are conditioned on the  
4 department satisfying the requirements of the project management  
5 oversight standards and policies established by the office of the chief  
6 information officer.

7 (8) \$8,013,000 of the data processing revolving account  
8 appropriation is provided solely for the implementation of a pilot  
9 program to implement a time, leave, and attendance enterprise system.  
10 The amounts provided in this subsection are conditioned on the  
11 department satisfying the requirements of the project management  
12 oversight standards and policies established by the office of the chief  
13 information officer.

14 (9) From the fee charged to master contract vendors, the department  
15 shall transfer to the office of minority and women's business  
16 enterprises in equal monthly installments of \$2,058,000 in fiscal year  
17 2014 and \$2,025,000 in fiscal year 2015.

18 (10) The legislature intends to review for purchase and to conduct  
19 a boundary survey and appraisal of parcel number one and surrounding  
20 property on McNeil Island related to maintaining the secure sex  
21 offender facility, real estate transactional work for the deeds between  
22 the state and federal government involving McNeil Island, and  
23 transition planning to move toward decision-making to realign  
24 conveyances for state ownership of McNeil Island. The department of  
25 enterprise services is authorized to bill appropriate state agencies  
26 for this parcel review and appraisal and the department shall provide  
27 an estimate to the legislative fiscal committees by October 1, 2013.

28 **NEW SECTION. Sec. 149. FOR THE BOARD FOR VOLUNTEER FIREFIGHTERS**  
29 **Volunteer Firefighters' and Reserve Officers'**  
30 **Administrative Account--State Appropriation . . . . . \$1,045,000**

31 **NEW SECTION. Sec. 150. FOR THE DEPARTMENT OF ARCHAEOLOGY AND**  
32 **HISTORIC PRESERVATION**  
33 **General Fund--State Appropriation (FY 2014) . . . . . \$1,343,000**  
34 **General Fund--State Appropriation (FY 2015) . . . . . \$1,246,000**  
35 **General Fund--Federal Appropriation . . . . . \$1,951,000**  
36 **General Fund--Private/Local Appropriation . . . . . \$14,000**

1           TOTAL APPROPRIATION . . . . . \$4,554,000

2           The appropriations in this section are subject to the following  
3 conditions and limitations: \$50,000 of the general fund--state  
4 appropriation for fiscal year 2014 is provided solely to study the role  
5 of cultural resources assessment as part of the state and local  
6 governmental environmental review, planning, and permitting process.  
7 The agency will create a public outreach process with affected  
8 governmental entities, businesses, and stakeholders. The agency will  
9 review state laws from around the country on cultural resources. The  
10 agency will deliver its report with legislative recommendations to the  
11 legislature by November 30, 2013.

(End of part)

PART II  
HUMAN SERVICES

**NEW SECTION.   Sec. 201.   FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES**

(1) 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. 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)(a) The health care authority and the department are 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 the Washington medicaid integration partnership (WMIP) and the medicare integrated care project (MICP), the health care authority and the department may combine and transfer such medicaid funds appropriated

1 under sections 204, 206, 208, and 213 of this act as may be necessary  
2 to finance a unified health care plan for the WMIP and the MICP program  
3 enrollment. The WMIP pilot projects shall not exceed a daily  
4 enrollment of 6,000 persons, nor expand beyond one county during the  
5 2013-2015 fiscal biennium. The amount of funding assigned from each  
6 program may not exceed the average per capita cost assumed in this act  
7 for individuals covered by that program, actuarially adjusted for the  
8 health condition of persons enrolled, times the number of clients  
9 enrolled. In implementing the WMIP and the MICP, the health care  
10 authority and the department may: (i) Withhold from calculations of  
11 "available resources" as set forth in RCW 71.24.025 a sum equal to the  
12 capitated rate for enrolled individuals; and (ii) employ capitation  
13 financing and risk-sharing arrangements in collaboration with health  
14 care service contractors licensed by the office of the insurance  
15 commissioner and qualified to participate in both the medicaid and  
16 medicare programs.

17 (b) If Washington has been selected to participate in phase two of  
18 the federal demonstration project for persons dually-eligible for both  
19 medicare and medicaid, the department and the authority may initiate  
20 the MICP. Participation in the project shall be limited to persons who  
21 are eligible for both medicare and medicaid and to counties in which  
22 the county legislative authority has agreed to the terms and conditions  
23 under which it will operate. The purpose of the project shall be to  
24 demonstrate and evaluate ways to improve care while reducing state  
25 expenditures for persons enrolled both in medicare and medicaid. To  
26 that end, prior to initiating the project, the department and the  
27 authority shall assure that state expenditures shall be no greater on  
28 either a per person or total basis than the state would otherwise  
29 incur. Individuals who are solely eligible for medicaid may also  
30 participate if their participation is agreed to by the health care  
31 authority, the department, and the county legislative authority.

32 (4) The legislature finds that medicaid payment rates, as  
33 calculated by the department pursuant to the appropriations in this  
34 act, bear a reasonable relationship to the costs incurred by  
35 efficiently and economically operated facilities for providing quality  
36 services and will be sufficient to enlist enough providers so that care  
37 and services are available to the extent that such care and services  
38 are available to the general population in the geographic area. The



1 legislature finds that cost reports, payment data from the federal  
2 government, historical utilization, economic data, and clinical input  
3 constitute reliable data upon which to determine the payment rates.

4 (5) The department shall to the maximum extent practicable use the  
5 same system for delivery of spoken-language interpreter services for  
6 social services appointments as the one established for medical  
7 appointments in section 213 of this act. When contracting directly  
8 with an individual to deliver spoken language interpreter services, the  
9 department shall only contract with language access providers who are  
10 working at a location in the state and who are state-certified or  
11 state-authorized, except that when such a provider is not available,  
12 the department may use a language access provider who meets other  
13 certifications or standards deemed to meet state standards, including  
14 interpreters in other states.

15 (6) The department shall facilitate enrollment under the medicaid  
16 expansion for clients applying for or receiving state funded services  
17 from the department and its contractors. Prior to open enrollment, the  
18 department shall coordinate with the health care authority to provide  
19 referrals to the Washington health benefit exchange for clients that  
20 will be ineligible for the medicaid expansion but are enrolled in  
21 coverage that will be eliminated in the transition to the medicaid  
22 expansion.

23 NEW SECTION. **Sec. 202. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
24 **SERVICES--CHILDREN AND FAMILY SERVICES PROGRAM**

|    |   |                 |
|----|---|-----------------|
| 25 | General Fund--State Appropriation (FY 2014) . . . . .     | \$297,361,000   |
| 26 | General Fund--State Appropriation (FY 2015) . . . . .     | \$297,530,000   |
| 27 | General Fund--Federal Appropriation . . . . .             | \$489,867,000   |
| 28 | General Fund--Private/Local Appropriation . . . . .       | \$1,354,000     |
| 29 | Home Security Fund Account--State Appropriation . . . . . | \$10,741,000    |
| 30 | Domestic Violence Prevention Account--State               |                 |
| 31 | Appropriation . . . . .                                   | \$1,240,000     |
| 32 | Child and Family Reinvestment Account--State              |                 |
| 33 | Appropriation . . . . .                                   | \$7,672,000     |
| 34 | TOTAL APPROPRIATION . . . . .                             | \$1,105,765,000 |

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

1 (1) 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 (2) \$668,000 of the general fund--state appropriation for fiscal  
7 year 2014 and \$668,000 of the general fund--state appropriation for  
8 fiscal year 2015 are provided solely to contract for the operation of  
9 one pediatric interim care center. The center shall provide  
10 residential care for up to thirteen children through two years of age.  
11 Seventy-five percent of the children served by the center must be in  
12 need of special care as a result of substance abuse by their mothers.  
13 The center shall also provide on-site training to biological, adoptive,  
14 or foster parents. The center shall provide at least three months of  
15 consultation and support to the parents accepting placement of children  
16 from the center. The center may recruit new and current foster and  
17 adoptive parents for infants served by the center. The department  
18 shall not require case management as a condition of the contract.

19 (3) \$538,500 of the general fund--state appropriation for fiscal  
20 year 2014, \$539,500 of the general fund--state appropriation for fiscal  
21 year 2015, \$656,000 of the general fund--private/local appropriation,  
22 and \$253,000 of the general fund--federal appropriation are provided  
23 solely for children's administration to contract with an educational  
24 advocacy provider with expertise in foster care educational outreach.  
25 The amounts in this subsection are provided solely for contracted  
26 education coordinators to assist foster children in succeeding in K-12  
27 and higher education systems and to assure a focus on education during  
28 the transition to performance based contracts. Funding shall be  
29 prioritized to regions with high numbers of foster care youth and/or  
30 regions where backlogs of youth that have formerly requested  
31 educational outreach services exist. The department shall utilize  
32 private matching funds to maintain educational advocacy services.

33 (4) \$10,741,000 of the home security fund--state appropriation is  
34 provided solely for the department to contract for services pursuant to  
35 RCW 13.32A.030 and 74.15.220. The department shall contract and  
36 collaborate with service providers in a manner that maintains the  
37 availability and geographic representation of secure and semi-secure  
38 crisis residential centers and HOPE centers. To achieve efficiencies

1 and increase utilization, the department shall allow the co-location of  
2 these centers, except that a youth may not be placed in a secure  
3 facility or the secure portion of a co-located facility except as  
4 specifically authorized by chapter 13.32A RCW. The reductions to  
5 appropriations in this subsection related to semi-secure crisis  
6 residential centers reflect a reduction to the number of beds for semi-  
7 secure crisis residential centers and not a reduction in rates. Any  
8 secure crisis residential center or semi-secure crisis residential  
9 center bed reduction shall not be based solely upon bed utilization.  
10 The department is to exercise its discretion in reducing the number of  
11 beds but to do so in a manner that maintains availability and  
12 geographic representation of semi-secure and secure crisis residential  
13 centers.

14 (5) \$125,000 of the general fund--state appropriation for fiscal  
15 year 2014 and \$125,000 of the general fund--state appropriation for  
16 fiscal year 2015 are provided solely for a community-based organization  
17 that has innovated, developed, and replicated a foster care delivery  
18 model that includes a licensed hub home. The community-based  
19 organization will provide training and technical assistance to the  
20 children's administration to develop five hub home models in region 2  
21 that will improve child outcomes, support foster parents, and encourage  
22 the least restrictive community placements for children.

23 (6) \$73,000 of the general fund--state appropriation for fiscal  
24 year 2014, \$20,000 of the general fund--state appropriation for fiscal  
25 year 2015, and \$31,000 of the general fund--federal appropriation are  
26 provided solely for implementation of Second Substitute House Bill No.  
27 1566 (youth in out-of-home care). If the bill is not enacted by June  
28 30, 2013, the amounts provided in this subsection shall lapse.

29 (7) \$88,000 of the general fund--state appropriation for fiscal  
30 year 2014, \$2,000 of the general fund--state appropriation for fiscal  
31 year 2015, and \$28,000 of the general fund--federal appropriation are  
32 provided solely for implementation of Engrossed Substitute House Bill  
33 No. 1774 (child welfare system). If the bill is not enacted by June  
34 30, 2013, the amounts provided in this subsection shall lapse.

35 (8) \$1,698,000 of the general fund--state appropriation for fiscal  
36 year 2014, \$2,788,000 of the general fund--state appropriation for  
37 fiscal year 2015, and \$1,894,000 of the general fund--federal  
38 appropriation are provided solely for implementation of Engrossed

1 Second Substitute Senate Bill No. 5405 (extended foster care). If the  
2 bill is not enacted by June 30, 2013, the amounts provided in this  
3 subsection shall lapse.

4 (9) \$579,000 of the general fund--state appropriation for fiscal  
5 year 2014, \$579,000 of the general fund--state appropriation for fiscal  
6 year 2015, and \$109,000 of the general fund--federal appropriation are  
7 provided solely for a receiving care center east of the Cascade  
8 mountains.

9 (10)(a) \$446,000 of the general fund--state appropriation for  
10 fiscal year 2014 and \$446,000 of the general fund--state appropriation  
11 for fiscal year 2015 are provided solely for a contract with a  
12 nongovernmental entity or entities to establish one demonstration site  
13 in a school district or group of school districts in western  
14 Washington.

15 (b) The children's administration and the nongovernmental entity or  
16 entities shall collaboratively select the demonstration site. The  
17 demonstration site should be a school district or group of school  
18 districts with a significant number of students who are dependent  
19 pursuant to chapter 13.34 RCW.

20 (c) The demonstration site established under this subsection must  
21 be selected by September 1, 2013.

22 (d) The purpose of the demonstration site is to improve the  
23 educational outcomes of students who are dependent pursuant to chapter  
24 13.34 RCW by providing individualized education services and monitoring  
25 and supporting dependent youths' completion of educational milestones,  
26 remediation needs, and special education needs.

27 (e) The demonstration site established under this subsection must  
28 facilitate the educational progress and graduation of dependent youth.  
29 The contract must be performance-based with a stated goal of improving  
30 the graduation rates of foster youth by two percent per year over five  
31 school year periods, starting with the 2014-15 school year and ending  
32 with the 2019-20 school year. The demonstration site must develop and  
33 provide services aimed at improving the educational outcomes of foster  
34 youth. These services must include:

35 (i) Direct advocacy for foster youth to eliminate barriers to  
36 educational access and success;

37 (ii) Consultation with department of social and health services

1 case workers to develop educational plans for and with participating  
2 youth;

3 (iii) Monitoring education progress of participating youth;

4 (iv) Providing participating youth with school and local resources  
5 that may assist in educational access and success; and

6 (v) Coaching youth, caregivers, and social workers to advocate for  
7 dependent youth in the educational system.

8 (f) The contracted nongovernmental entity or entities must report  
9 demonstration site outcomes to the department of social and health  
10 services and the office of public instruction by June 30, 2014, for the  
11 2013-14 school year, and by June 30, 2015, for the 2014-15 school year.

12 (g) The children's administration must proactively refer all  
13 students fifteen years or older, within the demonstration site area, to  
14 the selected nongovernmental entity for educational services.

15 (h) The children's administration must report quarterly to the  
16 legislature on the number of eligible youth and number of youth  
17 referred for services beginning at the close of the second quarter of  
18 fiscal year 2014 and through the final quarter of fiscal year 2015.

19 (i) The contracted nongovernmental entity or entities shall report  
20 to the legislature by June 30, 2015, on the effectiveness of the  
21 demonstration site in increasing graduation rates for dependent youth.

22 (11) \$50,000 of the general fund--state appropriation for fiscal  
23 year 2014, and \$50,000 of the general fund--state appropriation for  
24 fiscal year 2015, and \$256,000 of the general fund--federal  
25 appropriation are provided solely for implementation of Substitute  
26 Senate Bill No. 5315 (Powell fatality team). If the bill is not  
27 enacted by June 30, 2013, the amounts provided in this subsection shall  
28 lapse.

29 (12) \$670,000 of the general fund--state appropriation for fiscal  
30 year 2014 and \$670,000 of the general fund--state appropriation for  
31 fiscal year 2015 are provided solely for services provided through  
32 children's advocacy centers.

33 **NEW SECTION. Sec. 203. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
34 **SERVICES--JUVENILE REHABILITATION PROGRAM**

|    |   |              |
|----|---|--------------|
| 35 | General Fund--State Appropriation (FY 2014) . . . . . | \$89,791,000 |
| 36 | General Fund--State Appropriation (FY 2015) . . . . . | \$90,462,000 |
| 37 | General Fund--Federal Appropriation . . . . .         | \$3,464,000  |

|   |  |               |
|---|--|---------------|
| 1 | General Fund--Private/Local Appropriation . . . . .  | \$1,982,000   |
| 2 | Washington Auto Theft Prevention Authority Account-- |               |
| 3 | State Appropriation . . . . .                        | \$196,000     |
| 4 | Reinvesting in Youth--State Appropriation . . . . .  | \$383,000     |
| 5 | Juvenile Accountability Incentive Account--Federal   |               |
| 6 | Appropriation . . . . .                              | \$2,801,000   |
| 7 | TOTAL APPROPRIATION . . . . .                        | \$189,079,000 |

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

10       (1) \$331,000 of the general fund--state appropriation for fiscal  
11 year 2014 and \$331,000 of the general fund--state appropriation for  
12 fiscal year 2015 are provided solely for deposit in the county criminal  
13 justice assistance account for costs to the criminal justice system  
14 associated with the implementation of chapter 338, Laws of 1997  
15 (juvenile code revisions). The amounts provided in this subsection are  
16 intended to provide funding for county adult court costs associated  
17 with the implementation of chapter 338, Laws of 1997 and shall be  
18 distributed in accordance with RCW 82.14.310.

19       (2) \$2,716,000 of the general fund--state appropriation for fiscal  
20 year 2014 and \$2,716,000 of the general fund--state appropriation for  
21 fiscal year 2015 are provided solely for the implementation of chapter  
22 338, Laws of 1997 (juvenile code revisions). The amounts provided in  
23 this subsection are intended to provide funding for county impacts  
24 associated with the implementation of chapter 338, Laws of 1997 and  
25 shall be distributed to counties as prescribed in the current  
26 consolidated juvenile services (CJS) formula.

27       (3) \$3,482,000 of the general fund--state appropriation for fiscal  
28 year 2014 and \$3,482,000 of the general fund--state appropriation for  
29 fiscal year 2015 are provided solely to implement community juvenile  
30 accountability grants pursuant to chapter 338, Laws of 1997 (juvenile  
31 code revisions). Funds provided in this subsection may be used solely  
32 for community juvenile accountability grants, administration of the  
33 grants, and evaluations of programs funded by the grants.

34       (4) \$1,130,000 of the general fund--state appropriation for fiscal  
35 year 2014 and \$1,130,000 of the general fund--state appropriation for  
36 fiscal year 2015 are provided solely to implement alcohol and substance  
37 abuse treatment programs for locally committed offenders. The juvenile  
38 rehabilitation administration shall award these moneys on a competitive

1 basis to counties that submitted a plan for the provision of services  
2 approved by the division of alcohol and substance abuse. The juvenile  
3 rehabilitation administration shall develop criteria for evaluation of  
4 plans submitted and a timeline for awarding funding and shall assist  
5 counties in creating and submitting plans for evaluation.

6 (5) \$3,123,000 of the general fund--state appropriation for fiscal  
7 year 2014 and \$3,123,000 of the general fund--state appropriation for  
8 fiscal year 2015 are provided solely for grants to county juvenile  
9 courts for the following programs identified by the Washington state  
10 institute for public policy (institute) in its October 2006 report:  
11 "Evidence-Based Public Policy Options to Reduce Future Prison  
12 Construction, Criminal Justice Costs and Crime Rates": Functional  
13 family therapy, multi-systemic therapy, aggression replacement training  
14 and interagency coordination programs, or other programs with a  
15 positive benefit-cost finding in the institute's report. County  
16 juvenile courts shall apply to the juvenile rehabilitation  
17 administration for funding for program-specific participation and the  
18 administration shall provide grants to the courts consistent with the  
19 per-participant treatment costs identified by the institute.

20 (6) \$1,537,000 of the general fund--state appropriation for fiscal  
21 year 2014 and \$1,537,000 of the general fund--state appropriation for  
22 fiscal year 2015 are provided solely for expansion of the following  
23 treatments and therapies in juvenile rehabilitation administration  
24 programs identified by the Washington state institute for public policy  
25 in its October 2006 report: "Evidence-Based Public Policy Options to  
26 Reduce Future Prison Construction, Criminal Justice Costs and Crime  
27 Rates": Multidimensional treatment foster care, family integrated  
28 transitions, and aggression replacement training, or other programs  
29 with a positive benefit-cost finding in the institute's report. The  
30 administration may concentrate delivery of these treatments and  
31 therapies at a limited number of programs to deliver the treatments in  
32 a cost-effective manner.

33 (7)(a) The juvenile rehabilitation administration shall administer  
34 a block grant, rather than categorical funding, of consolidated  
35 juvenile service funds, community juvenile accountability act grants,  
36 the chemical dependency disposition alternative funds, the mental  
37 health disposition alternative, and the sentencing disposition  
38 alternative for the purpose of serving youth adjudicated in the

1 juvenile justice system. In making the block grant, the juvenile  
2 rehabilitation administration shall follow the following formula and  
3 will prioritize evidence-based programs and disposition alternatives  
4 and take into account juvenile courts program-eligible youth in  
5 conjunction with the number of youth served in each approved evidence-  
6 based program or disposition alternative: (i) Thirty-seven and one-  
7 half percent for the at-risk population of youth ten to seventeen years  
8 old; (ii) fifteen percent for moderate and high-risk youth; (iii)  
9 twenty-five percent for evidence-based program participation; (iv)  
10 seventeen and one-half percent for minority populations; (v) three  
11 percent for the chemical dependency disposition alternative; and (vi)  
12 two percent for the mental health and sentencing dispositional  
13 alternatives. Funding for the special sex offender disposition  
14 alternative (SSODA) shall not be included in the block grant, but  
15 allocated on the average daily population in juvenile courts. Funding  
16 for the evidence-based expansion grants shall be excluded from the  
17 block grant formula. Funds may be used for promising practices when  
18 approved by the juvenile rehabilitation administration and juvenile  
19 courts, through the community juvenile accountability act committee,  
20 based on the criteria established in consultation with Washington state  
21 institute for public policy and the juvenile courts.

22 (b) The juvenile rehabilitation administration and the juvenile  
23 courts shall establish a block grant funding formula oversight  
24 committee with equal representation from the juvenile rehabilitation  
25 administration and the juvenile courts. The purpose of this committee  
26 is to assess the ongoing implementation of the block grant funding  
27 formula, utilizing data-driven decision making and the most current  
28 available information. The committee will be cochaired by the juvenile  
29 rehabilitation administration and the juvenile courts, who will also  
30 have the ability to change members of the committee as needed to  
31 achieve its purpose. Initial members will include one juvenile court  
32 representative from the finance committee, the community juvenile  
33 accountability act committee, the risk assessment quality assurance  
34 committee, the executive board of the Washington association of  
35 juvenile court administrators, the Washington state center for court  
36 research, and a representative of the superior court judges  
37 association; two representatives from the juvenile rehabilitation  
38 administration headquarters program oversight staff, two



1 representatives of the juvenile rehabilitation administration regional  
2 office staff, one representative of the juvenile rehabilitation  
3 administration fiscal staff and a juvenile rehabilitation  
4 administration division director. The committee may make changes to  
5 the formula categories other than the evidence-based program and  
6 disposition alternative categories if it is determined the changes will  
7 increase statewide service delivery or effectiveness of evidence-based  
8 program or disposition alternative resulting in increased cost benefit  
9 savings to the state. Long-term cost benefit must be considered.  
10 Percentage changes may occur in the evidence-based program or  
11 disposition alternative categories of the formula should it be  
12 determined the changes will increase evidence-based program or  
13 disposition alternative delivery and increase the cost benefit to the  
14 state. These outcomes will also be considered in determining when  
15 evidence-based expansion or special sex offender disposition  
16 alternative funds should be included in the block grant or left  
17 separate.

18 (c) The juvenile courts and administrative office of the courts  
19 shall be responsible for collecting and distributing information and  
20 providing access to the data systems to the juvenile rehabilitation  
21 administration and the Washington state institute for public policy  
22 related to program and outcome data. The juvenile rehabilitation  
23 administration and the juvenile courts will work collaboratively to  
24 develop program outcomes that reinforce the greatest cost benefit to  
25 the state in the implementation of evidence-based practices and  
26 disposition alternatives.

27 (8) The juvenile courts and administrative office of the courts  
28 shall collect and distribute information related to program outcome and  
29 provide access to these data systems to the juvenile rehabilitation  
30 administration and Washington state institute for public policy.  
31 Consistent with chapter 13.50 RCW, all confidentiality agreements  
32 necessary to implement this information-sharing shall be approved  
33 within 30 days of the effective date of this section. The agreements  
34 between administrative office of the courts, the juvenile courts, and  
35 the juvenile rehabilitation administration shall be executed to ensure  
36 that the juvenile rehabilitation administration receives the data that  
37 the juvenile rehabilitation administration identifies as needed to  
38 comply with this subsection. This includes, but is not limited to,

1 information by program at the statewide aggregate level, individual  
2 court level, and individual client level for the purpose of the  
3 juvenile rehabilitation administration providing quality assurance and  
4 oversight for the locally committed youth block grant and associated  
5 funds and at times as specified by the juvenile rehabilitation  
6 administration as necessary to carry out these functions. The data  
7 shall be provided in a manner that reflects the collaborative work the  
8 juvenile rehabilitation administration and juvenile courts have  
9 developed regarding program outcomes that reinforce the greatest cost  
10 benefit to the state in the implementation of evidence-based practices  
11 and disposition alternatives.

12 (9) \$445,000 of the general fund--state appropriation for fiscal  
13 year 2014 and \$445,000 of the general fund--state appropriation for  
14 fiscal year 2015 are provided solely for funding of the teamchild  
15 project.

16 (10) \$178,000 of the general fund--state appropriation for fiscal  
17 year 2014 and \$178,000 of the general fund--state appropriation for  
18 fiscal year 2015 are provided solely for the juvenile detention  
19 alternatives initiative.

20 (11) \$300,000 of the general fund--state appropriation for fiscal  
21 year 2014 and \$300,000 of the general fund--state appropriation for  
22 fiscal year 2015 are provided solely for a grant program focused on  
23 criminal street gang prevention and intervention. The Washington state  
24 partnership council on juvenile justice may award grants under this  
25 subsection. The council shall give priority to applicants who have  
26 demonstrated the greatest problems with criminal street gangs.  
27 Applicants composed of, at a minimum, one or more local governmental  
28 entities and one or more nonprofit, nongovernmental organizations that  
29 have a documented history of creating and administering effective  
30 criminal street gang prevention and intervention programs may apply for  
31 funding under this subsection.

32 **NEW SECTION. Sec. 204. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
33 **SERVICES--MENTAL HEALTH PROGRAM**

34 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

|  |               |
|--|---------------|
| 35 General Fund--State Appropriation (FY 2014) . . . . . | \$327,678,000 |
| 36 General Fund--State Appropriation (FY 2015) . . . . . | \$312,256,000 |
| 37 General Fund--Federal Appropriation . . . . .         | \$558,901,000 |

1 General Fund--Private/Local Appropriation . . . . . \$17,864,000  
2 TOTAL APPROPRIATION . . . . . \$1,216,699,000

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

5 (a) \$105,265,000 of the general fund--state appropriation for  
6 fiscal year 2014 and \$85,895,000 of the general fund--state  
7 appropriation for fiscal year 2015 are provided solely for persons and  
8 services not covered by the medicaid program. To the extent possible,  
9 levels of regional support network spending shall be maintained in the  
10 following priority order: Crisis and commitment services; community  
11 inpatient services; and residential care services, including personal  
12 care and emergency housing assistance. This is a reduction in flexible  
13 nonmedicaid funding of \$4,077,000 for fiscal year 2014 and \$23,446,000  
14 for fiscal year 2015. This reduction reflects offsets in state funding  
15 related to services that will now be funded with federal dollars  
16 through the affordable care act medicaid expansion. This reduction  
17 shall be distributed as follows:

18 (i) The \$4,077,000 reduction in fiscal year 2014 and \$11,723,000 of  
19 the reduction in fiscal year 2015 must be distributed among regional  
20 support networks based on a formula that equally weights each regional  
21 support networks proportion of individuals who become newly eligible  
22 and enroll in medicaid under the expansion provisions of the affordable  
23 care act in fiscal year 2014 and each regional support network's  
24 spending of flexible nonmedicaid funding on services that would be  
25 reimbursable for federal medicaid matching funds if provided to  
26 medicaid enrollees in the 2011-2013 fiscal biennium.

27 (ii) The remaining \$11,723,000 reduction in fiscal year 2015 must  
28 be distributed among regional support networks based on each regional  
29 support network's proportion of individuals who become newly eligible  
30 and enroll in medicaid under the expansion provisions of the affordable  
31 care act through fiscal year 2015.

32 (b) \$6,590,000 of the general fund--state appropriation for fiscal  
33 year 2014, \$6,590,000 of the general fund--state appropriation for  
34 fiscal year 2015, and \$7,620,000 of the general fund--federal  
35 appropriation are provided solely for the department and regional  
36 support networks to continue to contract for implementation of high-  
37 intensity programs for assertive community treatment (PACT) teams. In  
38 determining the proportion of medicaid and nonmedicaid funding provided

1 to regional support networks with PACT teams, the department shall  
2 consider the differences between regional support networks in the  
3 percentages of services and other costs associated with the teams that  
4 are not reimbursable under medicaid. The department may allow regional  
5 support networks which have nonmedicaid reimbursable costs that are  
6 higher than the nonmedicaid allocation they receive under this section  
7 to supplement these funds with local dollars or funds received under  
8 section 204(1)(a) of this act. The department and regional support  
9 networks shall maintain consistency with all essential elements of the  
10 PACT evidence-based practice model in programs funded under this  
11 section.

12 (c) \$5,850,000 of the general fund--state appropriation for fiscal  
13 year 2014, \$5,850,000 of the general fund--state appropriation for  
14 fiscal year 2015, and \$1,300,000 of the general fund--federal  
15 appropriation are provided solely for the western Washington regional  
16 support networks to provide either community- or hospital campus-based  
17 services for persons who require the level of care previously provided  
18 by the program for adaptive living skills (PALS) at western state  
19 hospital.

20 (d) The number of nonforensic beds allocated for use by regional  
21 support networks at eastern state hospital shall be 192 per day. The  
22 number of nonforensic beds allocated for use by regional support  
23 networks at western state hospital shall be 557 per day.

24 (e) 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 (f) The department is authorized to continue to contract directly,  
31 rather than through contracts with regional support networks, for  
32 children's long-term inpatient facility services.

33 (g) \$750,000 of the general fund--state appropriation for fiscal  
34 year 2014 and \$750,000 of the general fund--state appropriation for  
35 fiscal year 2015 are provided solely to continue performance-based  
36 incentive contracts to provide appropriate community support services  
37 for individuals with severe mental illness who were discharged from the  
38 state hospitals as part of the expanding community services initiative.

1 These funds will be used to enhance community residential and support  
2 services provided by regional support networks through other state and  
3 federal funding.

4 (h) \$1,125,000 of the general fund--state appropriation for fiscal  
5 year 2014 and \$1,125,000 of the general fund--state appropriation for  
6 fiscal year 2015 are provided solely for the Spokane regional support  
7 network to implement services to reduce utilization and the census at  
8 eastern state hospital. Such services shall include:

9 (i) High intensity treatment team for persons who are high  
10 utilizers of psychiatric inpatient services, including those with co-  
11 occurring disorders and other special needs;

12 (ii) Crisis outreach and diversion services to stabilize in the  
13 community individuals in crisis who are at risk of requiring inpatient  
14 care or jail services;

15 (iii) Mental health services provided in nursing facilities to  
16 individuals with dementia, and consultation to facility staff treating  
17 those individuals; and

18 (iv) Services at the sixteen-bed evaluation and treatment facility.

19 At least annually, the Spokane regional support network shall  
20 assess the effectiveness of these services in reducing utilization at  
21 eastern state hospital, identify services that are not optimally  
22 effective, and modify those services to improve their effectiveness.

23 (i) \$1,529,000 of the general fund--state appropriation for fiscal  
24 year 2014 and \$1,529,000 of the general fund--state appropriation for  
25 fiscal year 2015 are provided solely to reimburse Pierce and Spokane  
26 counties for the cost of conducting 180-day commitment hearings at the  
27 state psychiatric hospitals.

28 (j) Regional support networks may use local funds to earn  
29 additional federal medicaid match, provided the locally matched rate  
30 does not exceed the upper-bound of their federally allowable rate  
31 range, and provided that the enhanced funding is used only to provide  
32 medicaid state plan or waiver services to medicaid clients.  
33 Additionally, regional support networks may use a portion of the state  
34 funds allocated in accordance with (a) of this subsection to earn  
35 additional medicaid match, but only to the extent that the application  
36 of such funds to medicaid services does not diminish the level of  
37 crisis and commitment, community inpatient, residential care, and

1 outpatient services presently available to persons not eligible for  
2 medicaid.

3 (k) \$3,436,000 of the general fund--state appropriation for fiscal  
4 year 2014 and \$2,291,000 of the general fund--state appropriation for  
5 fiscal year 2015 are provided solely for mental health services for  
6 mentally ill offenders while confined in a county or city jail and for  
7 facilitating access to programs that offer mental health services upon  
8 release from confinement.

9 (l) \$523,000 of the general fund--state appropriation for fiscal  
10 year 2014, \$775,000 of the general fund--state appropriation for fiscal  
11 year 2015, and \$854,000 of the general fund--federal appropriation are  
12 provided solely for implementation of sections 3 through 5 of chapter  
13 289, Laws of 2013 (E2SHB 1114). Regional support networks must use  
14 this funding for the development of intensive community programs that  
15 allow individuals to be diverted or transitioned from the state  
16 hospitals in accordance with plans approved by the department. If  
17 chapter 289, Laws of 2013 (E2SHB 1114) is not enacted by June 30, 2013,  
18 the amounts provided in this subsection shall lapse.

19 (m) \$5,986,000 of the general fund--state appropriation for fiscal  
20 year 2014, \$11,592,000 of the general fund--state appropriation for  
21 fiscal year 2015, and \$10,160,000 of the general fund--federal  
22 appropriation are provided solely for implementation of chapter 335,  
23 Laws of 2013 (ESSB 5480). Regional support networks must use this  
24 funding for the development of intensive community programs that allow  
25 individuals to be diverted or transitioned from the state hospitals in  
26 accordance with plans approved by the department.

27 (n) Due to recent approval of federal medicaid matching funds for  
28 the disability lifeline and the alcohol and drug abuse treatment  
29 support act programs, the department shall charge regional support  
30 networks for only the state share rather than the total cost of  
31 community psychiatric hospitalization for persons enrolled in those  
32 programs.

33 (o) \$250,000 of the general fund--state appropriation for fiscal  
34 year 2014 is provided solely to maintain financial viability for the  
35 Chelan-Douglas regional support network. In order to qualify for this  
36 funding, the Chelan-Douglas regional support network must submit by  
37 August 1, 2013, for approval by the department, either proof of a

1 formal agreement to merge with another regional support network or a  
2 plan that demonstrates how the Chelan-Douglas regional support network  
3 will maintain financial viability and stability.

4 (2) INSTITUTIONAL SERVICES

|   |   |               |
|---|---|---------------|
| 5 | General Fund--State Appropriation (FY 2014) . . . . . | \$133,592,000 |
| 6 | General Fund--State Appropriation (FY 2015) . . . . . | \$131,116,000 |
| 7 | General Fund--Federal Appropriation . . . . .         | \$149,867,000 |
| 8 | General Fund--Private/Local Appropriation . . . . .   | .\$63,097,000 |
| 9 | TOTAL APPROPRIATION . . . . .                         | \$477,672,000 |

10 The appropriations in this subsection are subject to the following  
11 conditions and limitations:

12 (a) The state psychiatric hospitals may use funds appropriated in  
13 this subsection to purchase goods and supplies through hospital group  
14 purchasing organizations when it is cost-effective to do so.

15 (b) \$231,000 of the general fund--state appropriation for fiscal  
16 year 2014 and \$231,000 of the general fund--state appropriation for  
17 fiscal year 2015 are provided solely for a community partnership  
18 between western state hospital and the city of Lakewood to support  
19 community policing efforts in the Lakewood community surrounding  
20 western state hospital. The amounts provided in this subsection (2)(b)  
21 are for the salaries, benefits, supplies, and equipment for one full-  
22 time investigator, one full-time police officer, and one full-time  
23 community service officer at the city of Lakewood.

24 (c) \$45,000 of the general fund--state appropriation for fiscal  
25 year 2014 and \$45,000 of the general fund--state appropriation for  
26 fiscal year 2015 are provided solely for payment to the city of  
27 Lakewood for police services provided by the city at western state  
28 hospital and adjacent areas.

29 (d) \$20,000,000 of the general fund--state appropriation for fiscal  
30 year 2014 and \$20,000,000 of the general fund--state appropriation for  
31 fiscal year 2015 are provided solely to maintain staffed capacity to  
32 serve an average daily census in forensic wards at western state  
33 hospital of 270 patients per day.

34 (3) SPECIAL PROJECTS

|    |   |             |
|----|---|-------------|
| 35 | General Fund--State Appropriation (FY 2014) . . . . . | \$1,163,000 |
| 36 | General Fund--State Appropriation (FY 2015) . . . . . | \$1,164,000 |
| 37 | General Fund--Federal Appropriation . . . . .         | \$6,108,000 |

1 TOTAL APPROPRIATION . . . . . \$8,435,000

2 The appropriations in this subsection are subject to the following  
3 conditions and limitations: \$1,161,000 of the general fund--state  
4 appropriation for fiscal year 2014 and \$1,161,000 of the general fund--  
5 state appropriation for fiscal year 2015 are provided solely for  
6 children's evidence-based mental health services.

7 (4) PROGRAM SUPPORT

8 General Fund--State Appropriation (FY 2014) . . . . . \$5,287,000

9 General Fund--State Appropriation (FY 2015) . . . . . \$4,791,000

10 General Fund--Federal Appropriation . . . . . \$7,719,000

11 General Fund--Private/Local Appropriation . . . . . \$502,000

12 TOTAL APPROPRIATION . . . . . \$18,299,000

13 (a) The appropriations in this subsection are subject to the  
14 following conditions and limitations: In accordance with RCW  
15 43.20B.110, 43.135.055, and 71.24.035, the department is authorized to  
16 adopt license and certification fees in fiscal years 2014 and 2015 to  
17 support the costs of the regulatory program. The department's fee  
18 schedule shall have differential rates for providers with proof of  
19 accreditation from organizations that the department has determined to  
20 have substantially equivalent standards to those of the department,  
21 including but not limited to the joint commission on accreditation of  
22 health care organizations, the commission on accreditation of  
23 rehabilitation facilities, and the council on accreditation. To  
24 reflect the reduced costs associated with regulation of accredited  
25 programs, the department's fees for organizations with such proof of  
26 accreditation must reflect the lower costs of licensing for these  
27 programs than for other organizations which are not accredited.

28 (b) \$74,000 of the general fund--state appropriation for fiscal  
29 year 2014, \$74,000 of the general fund--state appropriation for fiscal  
30 year 2015, and \$78,000 of the general fund--federal appropriation are  
31 provided solely for implementation of chapter 335, Laws of 2013 (ESSB  
32 5480).

33 (c) \$160,000 of the general fund--state appropriation for fiscal  
34 year 2014 and \$80,000 of the general fund--state appropriation for  
35 fiscal year 2015 are provided solely for implementation of chapter 284,  
36 Laws of 2013 (ESSB 5551).



1 (d) In developing the new medicaid managed care rates under which  
2 the public mental health managed care system will operate, the  
3 department must seek to estimate the reasonable and necessary cost of  
4 efficiently and effectively providing a comparable set of medically  
5 necessary mental health benefits to persons of different acuity levels  
6 regardless of where in the state they live. The department must report  
7 to the office of financial management and to the relevant fiscal and  
8 policy committees of the legislature on its proposed new mental health  
9 managed care rate-setting approach by August 1, 2013, and again at  
10 least sixty days prior to implementation of new capitation rates.

11 (e) \$349,000 of the general fund--state appropriation for fiscal  
12 year 2014, \$212,000 of the general fund--state appropriation for fiscal  
13 year 2015, and \$302,000 of the general fund--federal appropriation are  
14 provided solely to implement chapter 320, Laws of 2013 (ESHB 1519) and  
15 chapter 338, Laws of 2013 (2SSB 5732).

16 (f) The department shall work cooperatively with the health care  
17 authority to explore the feasibility of incentivizing small, rural  
18 hospitals to convert, in part or fully, some of their beds to  
19 psychiatric treatment beds. No later than December 31, 2014, the  
20 department shall report to the appropriate fiscal committees of the  
21 legislature on the feasibility of such conversion. The report shall  
22 consider rate enhancements and the ability to claim federal medicaid  
23 matching funds on converted beds.

24 (g) \$75,000 of the general fund--state appropriation for fiscal  
25 year 2014 and \$21,000 of the general fund--federal appropriation are  
26 provided for implementation of section 9, chapter 197, Laws of 2013  
27 (ESHB 1336). The department must utilize these funds for mental health  
28 first aid training targeted at teachers and educational staff in  
29 accordance with the training model developed by the department of  
30 psychology in Melbourne, Australia.

31 (h) Within the amounts appropriated in this section, funding is  
32 provided for the department to continue to develop the child adolescent  
33 needs and strengths assessment tool and build workforce capacity to  
34 provide evidence based wraparound services for children, consistent  
35 with the anticipated settlement agreement in *T.R. v. Dreyfus and*  
36 *Porter*.

1            NEW SECTION.    **Sec. 205.    FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
2 **SERVICES--DEVELOPMENTAL DISABILITIES PROGRAM**

3            (1) COMMUNITY SERVICES

|   |   |                 |
|---|---|-----------------|
| 4 | General Fund--State Appropriation (FY 2014) . . . . . | \$442,565,000   |
| 5 | General Fund--State Appropriation (FY 2015) . . . . . | \$461,713,000   |
| 6 | General Fund--Federal Appropriation . . . . .         | \$826,039,000   |
| 7 | General Fund--Private/Local Appropriation . . . . .   | \$81,000        |
| 8 | TOTAL APPROPRIATION . . . . .                         | \$1,730,398,000 |

9            The appropriations in this subsection are subject to the following  
10 conditions and limitations:

11            (a) Individuals receiving services as supplemental security income  
12 (SSI) state supplemental payments shall not become eligible for medical  
13 assistance under RCW 74.09.510 due solely to the receipt of SSI state  
14 supplemental payments.

15            (b) In accordance with RCW 18.51.050, 18.20.050, 70.128.060, and  
16 43.135.055, the department is authorized to increase nursing facility,  
17 assisted living facility, and adult family home fees as necessary to  
18 fully support the actual costs of conducting the licensure, inspection,  
19 and regulatory programs. The license fees may not exceed the  
20 department's annual licensing and oversight activity costs and shall  
21 include the department's cost of paying providers for the amount of the  
22 license fee attributed to medicaid clients.

23            (i) The current annual renewal license fee for adult family homes  
24 shall be increased to \$241 per bed beginning in fiscal year 2014 and  
25 \$242 per bed beginning in fiscal year 2015. A processing fee of \$2,750  
26 shall be charged to each adult family home when the home is initially  
27 licensed. This fee is nonrefundable.

28            (ii) The current annual renewal license fee for assisted living  
29 facilities shall be increased to \$113 per bed beginning in fiscal year  
30 2014 and \$114 per bed beginning in fiscal year 2015.

31            (iii) The current annual renewal license fee for nursing facilities  
32 shall be increased to \$389 per bed beginning in fiscal year 2014 and  
33 \$403 per bed beginning in fiscal year 2015.

34            (c) \$13,301,000 of the general fund--state appropriation for fiscal  
35 year 2014, \$20,607,000 of the general fund--state appropriation for  
36 fiscal year 2015, and \$33,910,000 of the general fund federal  
37 appropriation are provided solely for the implementation of the  
38 agreement reached between the governor and the service employees

1 international union healthcare 775nw through an interest arbitration  
2 decision under the provisions of chapters 74.39A and 41.56 RCW for the  
3 2013-2015 fiscal biennium.

4 (d) \$6,500,000 of the general fund--state appropriation for fiscal  
5 year 2014 and \$6,500,000 of the general fund--state appropriation for  
6 fiscal year 2015 are provided solely for the individual and family  
7 services program. In order to maximize the number of clients served by  
8 the program, the department must utilize past experience about award  
9 utilization to guide the number of authorized awards, and must change  
10 the maximum annual dollar amount awarded to each service priority  
11 level. Changes to the award levels must be designed to limit the  
12 average annual award for clients in the program during the 2013-2015  
13 fiscal biennium to 60 percent of the average annual cost for clients in  
14 the 2011-2013 fiscal biennium. Clients who are not receiving paid  
15 services from the department, who are on the wait list for individual  
16 and family services, and who are ineligible for medicaid personal care  
17 may be added to the individual and family services program during the  
18 2013-2015 fiscal biennium, provided the projected expenditures for the  
19 ensuing biennium do not exceed \$13,000,000 of general fund--state. The  
20 department must ensure that award levels are consistent for clients in  
21 the individual and family services program and clients receiving a  
22 state supplementary payment in lieu of individual and family services.  
23 The department shall adopt rules to implement the terms of this  
24 subsection. The department must electronically report to the  
25 appropriate committees of the legislature within 45 days following each  
26 fiscal year quarter, the number of persons served by the program, the  
27 average cost of persons served by the program, the services received by  
28 persons in the program, and the number of clients who had not  
29 previously received paid services who have been added to the program.

30 (e) No later than December 31, 2013, the department shall report to  
31 the appropriate fiscal committees of the legislature with a strategy to  
32 reduce the rate disparity between urban and suburban residential  
33 service providers. The report shall include a proposal for a rate  
34 component that recognizes differences in costs as they relate to the  
35 geographical location of the provider; however, the proposed component  
36 shall use a geographical variable that is more granular than the  
37 provider's county.

1 (f) \$1,547,000 of the general fund--state appropriation for fiscal  
 2 year 2015, and \$4,790,000 of the general fund--federal appropriation  
 3 are provided solely for a payment system that satisfies medicaid  
 4 requirements regarding time reporting for W-2 providers. The amounts  
 5 provided in this subsection are conditioned on the department  
 6 satisfying the requirements of the project management oversight  
 7 standards and policies established by the office of the chief  
 8 information officer.

9 (g) \$1,707,000 of the general fund--state appropriation for fiscal  
 10 year 2014, \$2,670,000 of the general fund--state appropriation for  
 11 fiscal year 2015, and \$4,376,000 of the general fund--federal  
 12 appropriation are provided solely for the homecare agency parity  
 13 impacts of the service employees international union healthcare 775nw  
 14 arbitration award.

15 (2) INSTITUTIONAL SERVICES

|    |   |               |
|----|---|---------------|
| 16 | General Fund--State Appropriation (FY 2014) . . . . . | \$85,347,000  |
| 17 | General Fund--State Appropriation (FY 2015) . . . . . | \$85,390,000  |
| 18 | General Fund--Federal Appropriation . . . . .         | \$160,629,000 |
| 19 | General Fund--Private/Local Appropriation . . . . .   | \$23,041,000  |
| 20 | TOTAL APPROPRIATION . . . . .                         | \$354,407,000 |

21 The appropriations in this subsection are subject to the following  
 22 conditions and limitations: Individuals receiving services as  
 23 supplemental security income (SSI) state supplemental payments shall  
 24 not become eligible for medical assistance under RCW 74.09.510 due  
 25 solely to the receipt of SSI state supplemental payments.

26 (3) PROGRAM SUPPORT

|    |   |             |
|----|---|-------------|
| 27 | General Fund--State Appropriation (FY 2014) . . . . . | \$1,943,000 |
| 28 | General Fund--State Appropriation (FY 2015) . . . . . | \$1,999,000 |
| 29 | General Fund--Federal Appropriation . . . . .         | \$1,960,000 |
| 30 | TOTAL APPROPRIATION . . . . .                         | \$5,902,000 |

31 (4) SPECIAL PROJECTS

|    |   |             |
|----|---|-------------|
| 32 | General Fund--State Appropriation (FY 2014) . . . . . | \$1,400,000 |
| 33 | General Fund--State Appropriation (FY 2015) . . . . . | \$1,400,000 |
| 34 | General Fund--Federal Appropriation . . . . .         | \$1,200,000 |
| 35 | TOTAL APPROPRIATION . . . . .                         | \$4,000,000 |

1 NEW SECTION. **Sec. 206. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**

2 **SERVICES--AGING AND ADULT SERVICES PROGRAM**

3 General Fund--State Appropriation (FY 2014) . . . . . \$875,867,000  
4 General Fund--State Appropriation (FY 2015) . . . . . \$932,091,000  
5 General Fund--Federal Appropriation . . . . . \$1,948,189,000  
6 General Fund--Private/Local Appropriation . . . . . \$32,308,000  
7 Traumatic Brain Injury Account--State Appropriation . . . . \$3,393,000  
8 Skilled Nursing Facility Safety Net Trust Account--State  
9 Appropriation . . . . . \$88,000,000  
10 TOTAL APPROPRIATION . . . . . \$3,879,848,000

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

13 (1) For purposes of implementing chapter 74.46 RCW, the weighted  
14 average nursing facility payment rate shall not exceed \$171.35 for  
15 fiscal year 2014 and shall not exceed \$171.58 for fiscal year 2015,  
16 including the rate add-ons described in (a) and (b) of this subsection.  
17 However, if the waiver requested from the federal centers for medicare  
18 and medicaid services in relation to the safety net assessment is for  
19 any reason disapproved, the weighted average nursing facility payment  
20 rate shall not exceed \$162.43 for fiscal year 2014 and shall not exceed  
21 \$163.58 for fiscal year 2015. There will be no adjustments for  
22 economic trends and conditions in fiscal years 2014 and 2015. The  
23 economic trends and conditions factor or factors defined in the  
24 biennial appropriations act shall not be compounded with the economic  
25 trends and conditions factor or factors defined in any other biennial  
26 appropriations acts before applying it to the component rate  
27 allocations established in accordance with chapter 74.46 RCW. When no  
28 economic trends and conditions factor for either fiscal year is defined  
29 in a biennial appropriations act, no economic trends and conditions  
30 factor or factors defined in any earlier biennial appropriations act  
31 shall be applied solely or compounded to the component rate allocations  
32 established in accordance with chapter 74.46 RCW.

33 (a) Within the funds provided, the department shall continue to  
34 provide an add-on per medicaid resident day per facility not to exceed  
35 \$1.57. The add-on shall be used to increase wages, benefits, and/or  
36 staffing levels for certified nurse aides; or to increase wages and/or  
37 benefits for dietary aides, housekeepers, laundry aides, or any other  
38 category of worker whose statewide average dollars-per-hour wage was

1 less than \$15 in calendar year 2008, according to cost report data.  
2 The add-on may also be used to address resulting wage compression for  
3 related job classes immediately affected by wage increases to low-wage  
4 workers. The department shall continue reporting requirements and a  
5 settlement process to ensure that the funds are spent according to this  
6 subsection.

7 (b) The department shall do a comparative analysis of the facility-  
8 based payment rates calculated on July 1, 2013, using the payment  
9 methodology defined in chapter 74.46 RCW and as funded in the omnibus  
10 appropriations act, excluding the comparative add-on, acuity add-on,  
11 and safety net reimbursement, to the facility-based payment rates in  
12 effect June 30, 2010. If the facility-based payment rate calculated on  
13 July 1, 2013, is smaller than the facility-based payment rate on June  
14 30, 2010, then the difference shall be provided to the individual  
15 nursing facilities as an add-on payment per medicaid resident day.

16 (c) During the comparative analysis performed in subsection (b) of  
17 this section, if it is found that the direct care rate for any facility  
18 calculated using the payment methodology defined in chapter 74.46 RCW  
19 and as funded in the omnibus appropriations act, excluding the  
20 comparative add-on, acuity add-on, and safety net reimbursement, is  
21 greater than the direct care rate in effect on June 30, 2010, then the  
22 facility shall receive a ten percent direct care rate add-on to  
23 compensate that facility for taking on more acute clients than they  
24 have in the past.

25 (d) The department shall provide a medicaid rate add-on to  
26 reimburse the medicaid share of the skilled nursing facility safety net  
27 assessment as a medicaid allowable cost. The nursing facility safety  
28 net rate add-on may not be included in the calculation of the annual  
29 statewide weighted average nursing facility payment rate.

30 (e) The rate add-on provided in (c) of this subsection is subject  
31 to the reconciliation and settlement process provided in RCW  
32 74.46.022(6).

33 (f) If the waiver requested from the federal centers for medicare  
34 and medicaid services in relation to the safety net assessment is for  
35 any reason disapproved, (b), (c), and (d) of this subsection do not  
36 apply.

37 (2) In accordance with chapter 74.46 RCW, the department shall  
38 issue no additional certificates of capital authorization for fiscal

1 year 2014 and no new certificates of capital authorization for fiscal  
2 year 2015 and shall grant no rate add-ons to payment rates for capital  
3 improvements not requiring a certificate of need and a certificate of  
4 capital authorization for fiscal years 2014 and 2015.

5 (3) In accordance with RCW 18.51.050, 18.20.050, 70.128.060, and  
6 43.135.055, the department is authorized to increase nursing facility,  
7 assisted living facility, and adult family home fees as necessary to  
8 fully support the actual costs of conducting the licensure, inspection,  
9 and regulatory programs. The license fees may not exceed the  
10 department's annual licensing and oversight activity costs and shall  
11 include the department's cost of paying providers for the amount of the  
12 license fee attributed to medicaid clients.

13 (a) The current annual renewal license fee for adult family homes  
14 shall be increased to \$241 per bed beginning in fiscal year 2014 and  
15 \$242 per bed beginning in fiscal year 2015. A processing fee of \$2,750  
16 shall be charged to each adult family home when the home is initially  
17 licensed. This fee is nonrefundable.

18 (b) The current annual renewal license fee for assisted living  
19 facilities shall be increased to \$113 per bed beginning in fiscal year  
20 2014 and \$114 per bed beginning in fiscal year 2015.

21 (c) The current annual renewal license fee for nursing facilities  
22 shall be increased to \$389 per bed beginning in fiscal year 2014 and  
23 \$403 per bed beginning in fiscal year 2015.

24 (4) The department is authorized to place long-term care clients  
25 residing in nursing homes and paid for with state only funds into less  
26 restrictive community care settings while continuing to meet the  
27 client's care needs.

28 (5) \$30,640,000 of the general fund--state appropriation for fiscal  
29 year 2014, \$48,633,000 of the general fund--state appropriation for  
30 fiscal year 2015, and \$79,273,000 of the general fund--federal  
31 appropriation are provided solely for the implementation of the  
32 agreement reached between the governor and the service employees  
33 international union healthcare 775nw through an interest arbitration  
34 decision under the provisions of chapters 74.39A and 41.56 RCW for the  
35 2013-2015 fiscal biennium.

36 (6) \$1,840,000 of the general fund--state appropriation for fiscal  
37 year 2014 and \$1,877,000 of the general fund--state appropriation for  
38 fiscal year 2015 are provided solely for operation of the volunteer

1 services program. Funding shall be prioritized towards serving  
2 populations traditionally served by long-term care services to include  
3 senior citizens and persons with disabilities.

4 (7) \$4,894,000 of the general fund--state appropriation for fiscal  
5 year 2015, and \$15,150,000 of the general fund--federal appropriation  
6 are provided solely for a payment system that satisfies medicaid  
7 requirements regarding time reporting for W-2 providers. The amounts  
8 provided in this subsection are conditioned on the department  
9 satisfying the requirements of the project management oversight  
10 standards and policies established by the office of the chief  
11 information officer.

12 (8) The department is authorized to establish limited exemption  
13 criteria in rule to address RCW 74.39A.325 when a landline phone is not  
14 available to the employee.

15 (9) Within the amounts appropriated in this section, in a report to  
16 the appropriate fiscal committees of the legislature that must be  
17 submitted by December 1, 2013, the department of social and health  
18 services must describe the process for establishing medicaid rates for  
19 assisted living and adult family homes. The report must include  
20 information about licensing and physical plant standards, contracting  
21 provisions, and per capita and biennial expenditures for assisted  
22 living and adult family homes.

23 (10) \$10,800,000 of the general fund--state appropriation for  
24 fiscal year 2014, \$17,768,000 of the general fund--state appropriation  
25 for fiscal year 2015, and \$28,567,000 of the general fund--federal  
26 appropriation are provided solely for the homecare agency parity  
27 impacts of the service employees international union healthcare 775nw  
28 arbitration award.

29 (11) \$36,000 of the general fund--state appropriation for fiscal  
30 year 2014, \$17,000 of the general fund--state appropriation for fiscal  
31 year 2015, and \$45,000 of the general fund--federal appropriation are  
32 provided solely for member reimbursement, staff support, or other  
33 expenses associated with the work of the joint legislative executive  
34 committee on planning for aging and disability issues that is  
35 established in section 130 of this act.

36 (12) \$240,000 of the general fund--state appropriation for fiscal  
37 year 2014, \$1,342,000 of the general fund--state appropriation for



1 fiscal year 2015, and \$1,468,000 of the general fund--federal  
2 appropriation are provided solely to implement chapter 320, Laws of  
3 2013 (ESHB 1519) and chapter 338, Laws of 2013 (2SSB 5732).

4 NEW SECTION. **Sec. 207. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
5 **SERVICES--ECONOMIC SERVICES PROGRAM**

|    |   |                 |
|----|---|-----------------|
| 6  | General Fund--State Appropriation (FY 2014) . . . . . | \$413,184,000   |
| 7  | General Fund--State Appropriation (FY 2015) . . . . . | \$418,321,000   |
| 8  | General Fund--Federal Appropriation . . . . .         | \$1,208,882,000 |
| 9  | General Fund--Private/Local Appropriation . . . . .   | .\$30,594,000   |
| 10 | TOTAL APPROPRIATION . . . . .                         | \$2,070,981,000 |

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

13 (1)(a) \$196,090,000 of the general fund--state appropriation for  
14 fiscal year 2014, \$193,441,000 of the general fund--state appropriation  
15 for fiscal year 2015, and \$730,098,000 of the general fund--federal  
16 appropriation are provided solely for all components of the WorkFirst  
17 program. Within the amounts provided for the WorkFirst program, the  
18 department may provide assistance using state-only funds for families  
19 eligible for temporary assistance for needy families. The department  
20 must create a WorkFirst budget structure that allows for transparent  
21 tracking of budget units and subunits of expenditures where these units  
22 and subunits are mutually exclusive from other department budget units.  
23 The budget structure must include budget units for the following: Cash  
24 assistance, child care, WorkFirst activities, and administration of the  
25 program. Within these budget units, the department must develop  
26 program index codes for specific activities and develop allotments and  
27 track expenditures using these codes. The department shall report to  
28 the office of financial management and the relevant fiscal and policy  
29 committees of the legislature prior to adopting the new structure. The  
30 secretary of the department of social and health services, working with  
31 WorkFirst partner agencies and in collaboration with the WorkFirst  
32 oversight task force, shall develop a plan for maximizing the following  
33 outcomes and shall report back to the legislature by November 1, 2013.  
34 The outcomes to be measured are: (i) Increased employment; (ii)  
35 completion of education or post-secondary training; (iii) completion of  
36 barrier removal activity including drug and alcohol or mental health  
37 treatment; (iv) housing stability; (v) child care or education

1 stability for the children of temporary assistance for needy families  
2 recipients; (vi) reduced rate of return after exit from the WorkFirst  
3 program; and (vii) work participation requirements.

4 (b) \$442,888,000 of the amounts in (a) of this subsection are  
5 provided solely for assistance to clients, including grants, diversion  
6 cash assistance, and additional diversion emergency assistance  
7 including but not limited to assistance authorized under RCW  
8 74.08A.210. The department may use state funds to provide support to  
9 working families that are eligible for temporary assistance for needy  
10 families but otherwise not receiving cash assistance.

11 (c) \$173,019,000 of the amounts in (a) of this subsection are  
12 provided solely for WorkFirst job search, education and training  
13 activities, barrier removal services, limited English proficiency  
14 services, and tribal assistance under RCW 74.08A.040. The department  
15 must allocate this funding based on client outcomes and cost  
16 effectiveness measures.

17 (d) \$362,111,000 of the amounts in (a) of this subsection are  
18 provided solely for the working connections child care program under  
19 RCW 43.215.135.

20 (e) The amounts in (b) through (d) of this subsection shall be  
21 expended for the programs and in the amounts specified. However, the  
22 department may transfer up to 10 percent of funding between (b) through  
23 (d) of this subsection, but only if the funding is available or  
24 necessary to transfer solely due to utilization, caseload changes, or  
25 underperformance in terms of client outcomes. The department shall  
26 provide notification prior to any transfer to the office of financial  
27 management and to the appropriate legislative committees and the  
28 legislative-executive WorkFirst oversight task force. The approval of  
29 the director of financial management is required prior to any transfer  
30 under this subsection.

31 (2) \$1,657,000 of the general fund--state appropriation for fiscal  
32 year 2014 and \$1,657,000 of the general fund--state appropriation for  
33 fiscal year 2015 are provided solely for naturalization services.

34 (3) \$2,366,000 of the general fund--state appropriation for fiscal  
35 year 2014 is provided solely for employment services for refugees and  
36 immigrants, of which \$1,774,000 is provided solely for the department  
37 to pass through to statewide refugee and immigrant assistance  
38 organizations for limited English proficiency pathway services; and

1 \$2,366,000 of the general fund--state appropriation for fiscal year  
2 2015 is provided solely for employment services for refugees and  
3 immigrants, of which \$1,774,000 is provided solely for the department  
4 to pass through to statewide refugee and immigrant assistance  
5 organizations for limited English proficiency pathway services.

6 (4) On December 1, 2011, and annually thereafter, the department  
7 must report to the legislature on all sources of funding available for  
8 both refugee and immigrant services and naturalization services during  
9 the current fiscal year and the amounts expended to date by service  
10 type and funding source. The report must also include the number of  
11 clients served and outcome data for the clients.

12 (5) To ensure expenditures remain within available funds  
13 appropriated in this section, the legislature establishes the benefit  
14 under the state food assistance program, pursuant to RCW 74.08A.120, to  
15 be fifty percent of the federal supplemental nutrition assistance  
16 program benefit amount.

17 (6) \$18,000 of the general fund--state appropriation for fiscal  
18 year 2014 is provided solely for implementation of section 1, chapter  
19 337, Laws of 2013 (2SSB 5595).

20 (7) \$4,729,000 of the general fund--state appropriation for fiscal  
21 year 2014 and \$4,729,000 of the general fund--state appropriation for  
22 fiscal year 2015 are provided solely for implementation of Substitute  
23 House Bill No. 1971 (communication services). Of these funds, \$500,000  
24 of the general fund--state appropriation for fiscal year 2014 and  
25 \$500,000 of the general fund--state appropriation for fiscal year 2015  
26 are provided solely for operational support of the Washington  
27 information network 211 organization. If Substitute House Bill No.  
28 1971 (communication services) is not enacted by June 30, 2013, the  
29 amounts provided in this subsection shall lapse.

30 (8) The department shall review clients receiving services through  
31 the aged, blind, or disabled assistance program, to determine whether  
32 they would benefit from assistance in becoming naturalized citizens,  
33 and thus be eligible to receive federal supplemental security income  
34 benefits. Those cases shall be given high priority for naturalization  
35 funding through the department.

36 (9) The department shall continue the interagency agreement with  
37 the department of veterans' affairs to establish a process for referral  
38 of veterans who may be eligible for veterans' services. This agreement

1 must include out-stationing department of veterans' affairs staff in  
2 selected community service office locations in King and Pierce counties  
3 to facilitate applications for veterans' services.

4 NEW SECTION. **Sec. 208. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
5 **SERVICES--ALCOHOL AND SUBSTANCE ABUSE PROGRAM**

|    |   |               |
|----|---|---------------|
| 6  | General Fund--State Appropriation (FY 2014) . . . . .   | \$72,591,000  |
| 7  | General Fund--State Appropriation (FY 2015) . . . . .   | \$62,360,000  |
| 8  | General Fund--Federal Appropriation . . . . .           | \$277,410,000 |
| 9  | General Fund--Private/Local Appropriation . . . . .     | \$13,559,000  |
| 10 | Criminal Justice Treatment Account--State               |               |
| 11 | Appropriation . . . . .                                 | \$14,568,000  |
| 12 | Problem Gambling Account--State Appropriation . . . . . | \$1,450,000   |
| 13 | TOTAL APPROPRIATION . . . . .                           | \$441,938,000 |

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

16 (1) Within the amounts appropriated in this section, the department  
17 may contract with the University of Washington and community-based  
18 providers for the provision of the parent-child assistance program or  
19 other specialized chemical dependency case management providers for  
20 pregnant, post-partum, and parenting women. For all contractors: (a)  
21 Service and other outcome data must be provided to the department by  
22 request; (b) program modifications needed to maximize access to federal  
23 medicaid matching funds will be phased in over the course of the 2013-  
24 2015 fiscal biennium; and (c) indirect charges for administering the  
25 program shall not exceed ten percent of the total contract amount.

26 (2) Within the amounts appropriated in this section, the department  
27 shall continue to provide for chemical dependency treatment services  
28 for adult medicaid eligible, pregnant and parenting women, disability  
29 lifeline, and alcoholism and drug addiction treatment and support act,  
30 and medical care services clients.

31 (3) In accordance with RCW 70.96A.090 and 43.135.055, the  
32 department is authorized to adopt fees for the review and approval of  
33 treatment programs in fiscal years 2014 and 2015 as necessary to  
34 support the costs of the regulatory program. The department's fee  
35 schedule shall have differential rates for providers with proof of  
36 accreditation from organizations that the department has determined to  
37 have substantially equivalent standards to those of the department,

1 including but not limited to the joint commission on accreditation of  
2 health care organizations, the commission on accreditation of  
3 rehabilitation facilities, and the council on accreditation. To  
4 reflect the reduced costs associated with regulation of accredited  
5 programs, the department's fees for organizations with such proof of  
6 accreditation must reflect the lower cost of licensing for these  
7 programs than for other organizations which are not accredited.

8 (4) \$3,500,000 of the general fund--federal appropriation (from the  
9 substance abuse prevention and treatment federal block grant) is  
10 provided solely for the continued funding of existing county drug and  
11 alcohol use prevention programs.

12 (5) \$2,600,000 of the general fund--state appropriation for fiscal  
13 year 2014 is provided solely for the department to transition 128 beds  
14 from settings that are considered institutions for mental diseases to  
15 facilities with no more than 16 beds that are able to claim federal  
16 match for services provided to medicaid clients or individuals covered  
17 under the department's section 1115 medicaid waiver. The department  
18 may conduct a request for proposal process to fulfill this requirement  
19 and adopt rates that are comparable to the pilot projects implemented  
20 in the 2011-13 fiscal biennium. The department may use these funds to  
21 assist with the costs of providers in setting up or converting to 16-  
22 bed facilities. This funding may also be used for providers that are  
23 developing new capacity for clients who will become eligible for  
24 services under the affordable care act medicaid expansion. The number  
25 of beds available for pregnant and parenting women must not be reduced.

26 (6) \$283,000 of the criminal justice treatment account  
27 appropriation is provided solely for transitional funding for the  
28 family drug court in Pierce county.

29 (7) Within the amounts appropriated in this section, the department  
30 shall contract with the Washington state institute for public policy  
31 for a long-term efficacy study of the chemical dependency treatment  
32 programs funded by the division of alcohol and substance abuse. The  
33 study shall focus on how many program participants successfully  
34 complete dependency programs and how long they abstain from use of  
35 drugs and alcohol.

36 NEW SECTION. **Sec. 209. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**

1 **SERVICES--VOCATIONAL REHABILITATION PROGRAM**

|   |   |               |
|---|---|---------------|
| 2 | General Fund--State Appropriation (FY 2014) . . . . . | \$16,478,000  |
| 3 | General Fund--State Appropriation (FY 2015) . . . . . | \$16,568,000  |
| 4 | General Fund--Federal Appropriation . . . . .         | \$99,413,000  |
| 5 | TOTAL APPROPRIATION . . . . .                         | \$132,459,000 |

6 The appropriations in this section are subject to the following  
7 conditions and limitations: \$5,006,000 of the general fund--state  
8 appropriation for fiscal year 2014 and \$5,094,000 of the general fund--  
9 state appropriation for fiscal year 2015 are provided solely for  
10 services and support to individuals who are deaf, hard of hearing, or  
11 deaf-blind.

12 NEW SECTION. **Sec. 210. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
13 **SERVICES--SPECIAL COMMITMENT PROGRAM**

|    |   |              |
|----|---|--------------|
| 14 | General Fund--State Appropriation (FY 2014) . . . . . | \$36,706,000 |
| 15 | General Fund--State Appropriation (FY 2015) . . . . . | \$36,140,000 |
| 16 | TOTAL APPROPRIATION . . . . .                         | \$72,846,000 |

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

19 (1) The department shall transfer the stewardship of McNeil Island  
20 to the department of corrections industries program. The transferred  
21 responsibilities shall include marine operations, waste water  
22 treatment, water treatment, road maintenance, and any other general  
23 island maintenance that is not site specific to the operations of the  
24 special commitment center or the Pierce county secure community  
25 transition facility. Facility maintenance within the perimeter of the  
26 special commitment center shall remain the responsibility of the  
27 department of social and health services.

28 (2) \$3,120,000 of the general fund--state appropriation for fiscal  
29 year 2014 and \$3,120,000 of the general fund--state appropriation for  
30 fiscal year 2015 are provided solely for operational costs specific to  
31 island operations of the special commitment center and the Pierce  
32 county secure community transition facility. The department shall  
33 establish an accounting structure that enables it to track and report  
34 on costs specific to island operations.

35 NEW SECTION. **Sec. 211. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**

1 **SERVICES--ADMINISTRATION AND SUPPORTING SERVICES PROGRAM**

|   |   |              |
|---|---|--------------|
| 2 | General Fund--State Appropriation (FY 2014) . . . . . | \$30,127,000 |
| 3 | General Fund--State Appropriation (FY 2015) . . . . . | \$29,521,000 |
| 4 | General Fund--Federal Appropriation . . . . .         | \$37,176,000 |
| 5 | General Fund--Private/Local Appropriation . . . . .   | \$654,000    |
| 6 | TOTAL APPROPRIATION . . . . .                         | \$97,478,000 |

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

9 (1) \$395,000 of the general fund--state appropriation for fiscal  
10 year 2014, \$228,000 of the general fund--state appropriation for fiscal  
11 year 2015, and \$335,000 of the general fund--federal appropriation are  
12 provided solely to implement Engrossed Substitute House Bill No. 1519  
13 (service coordination organizations) or Second Substitute Senate Bill  
14 No. 5732 (adult behavioral health). If neither of the bills is enacted  
15 by June 30, 2013, the amounts provided in this subsection shall lapse.

16 (2) \$300,000 of the general fund--state appropriation for fiscal  
17 year 2014 and \$300,000 of the general fund--state appropriation for  
18 fiscal year 2015 are provided solely for the Washington state mentors  
19 program to continue its public-private partnerships to provide  
20 technical assistance and training to mentoring programs that serve  
21 at-risk youth.

22 (3) \$82,000 of the general fund--state appropriation for fiscal  
23 year 2014, \$44,000 of the general fund--state appropriation for fiscal  
24 year 2015, and \$28,000 of the general fund--federal appropriation are  
25 provided solely to develop a report on state efforts to prevent and  
26 control diabetes. The department, the health care authority, and the  
27 department of health shall submit a coordinated report to the governor  
28 and the appropriate committees of the legislature by December 31, 2014,  
29 on the following:

30 (a) The financial impacts and reach that diabetes of all types and  
31 undiagnosed gestational diabetes are having on the programs  
32 administered by each agency and individuals, including children with  
33 mothers with undiagnosed gestational diabetes, enrolled in those  
34 programs. Items in this assessment must include: (i) The number of  
35 lives with diabetes and undiagnosed gestational diabetes impacted or  
36 covered by the programs administered by each agency; (ii) the number of  
37 lives with diabetes, or at risk for diabetes, and family members  
38 impacted by prevention and diabetes control programs implemented by

1 each agency; (iii) the financial toll or impact diabetes and its  
2 complications, and undiagnosed gestational diabetes and the  
3 complications experienced during labor to children of mothers with  
4 gestational diabetes places on these programs in comparison to other  
5 chronic diseases and conditions; and (iv) the financial toll or impact  
6 diabetes and its complications, and diagnosed gestational diabetes and  
7 the complications experienced during labor to children of mothers with  
8 gestational diabetes places on these programs;

9 (b) An assessment of the benefits of implemented and existing  
10 programs and activities aimed at controlling all types of diabetes and  
11 preventing the disease. This assessment must also document the amount  
12 and source for any funding directed to each agency for the programs and  
13 activities aimed at reaching those with diabetes of all types;

14 (c) A description of the level of coordination existing between the  
15 agencies on activities, programmatic activities, and messaging on  
16 managing, treating, or preventing all types of diabetes and its  
17 complications;

18 (d) The development or revision of detailed policy-related action  
19 plans and budget recommendations for battling diabetes and undiagnosed  
20 gestational diabetes that includes a range of actionable items for  
21 consideration by the legislature. The plans and budget recommendations  
22 must identify proposed action steps to reduce the impact of diabetes,  
23 prediabetes, related diabetes complications, and undiagnosed  
24 gestational diabetes. The plans and budget recommendations must also  
25 identify expected outcomes of the action steps proposed in the  
26 following biennium while also establishing benchmarks for controlling  
27 and preventing all types of diabetes; and

28 (e) An estimate of savings, efficiencies, costs, and budgetary  
29 savings and resources required to implement the plans and budget  
30 recommendations identified in (d) of this subsection (5).

31 NEW SECTION. **Sec. 212. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
32 **SERVICES--PAYMENTS TO OTHER AGENCIES PROGRAM**

|    |   |               |
|----|---|---------------|
| 33 | General Fund--State Appropriation (FY 2014) . . . . . | \$60,470,000  |
| 34 | General Fund--State Appropriation (FY 2015) . . . . . | \$60,511,000  |
| 35 | General Fund--Federal Appropriation . . . . .         | \$55,264,000  |
| 36 | TOTAL APPROPRIATION . . . . .                         | \$176,245,000 |



1            NEW SECTION.    **Sec. 213.    FOR THE STATE HEALTH CARE AUTHORITY**

|    |   |                   |
|----|---|-------------------|
| 2  | General Fund--State Appropriation (FY 2014) . . . . .       | \$2,137,710,000   |
| 3  | General Fund--State Appropriation (FY 2015) . . . . .       | \$2,135,241,000   |
| 4  | General Fund--Federal Appropriation . . . . .               | \$7,213,604,000   |
| 5  | General Fund--Private/Local Appropriation . . . . .         | .\$57,808,000     |
| 6  | Emergency Medical Services and Trauma Care Systems          |                   |
| 7  | Trust Account--State Appropriation . . . . .                | \$15,082,000      |
| 8  | Hospital Safety Net Assessment Fund--State                  |                   |
| 9  | Appropriation . . . . .                                     | \$668,967,000     |
| 10 | Health Benefit Exchange Account--State Appropriation . . .  | .\$110,668,000    |
| 11 | State Health Care Authority Administration Account--        |                   |
| 12 | State Appropriation . . . . .                               | .\$34,846,000     |
| 13 | Medical Aid Account--State Appropriation . . . . .          | .\$528,000        |
| 14 | Medicaid Fraud Penalty Account--State Appropriation . . . . | .\$21,206,000     |
| 15 | TOTAL APPROPRIATION . . . . .                               | .\$12,395,660,000 |

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

18            (1) Within the amounts appropriated in this section, the authority  
19 shall implement the medicaid expansion defined in the social security  
20 act, section 1902(a)(10)(A)(i)(VIII).

21            (2) The requirements of this subsection apply to the basic health  
22 plan. This subsection is null and void and has no further effect upon  
23 implementation of the medicaid expansion under subsection (1) of this  
24 section.

25            (a) Within amounts appropriated in this section and sections 205  
26 and 206 of this act, the health care authority shall continue to  
27 provide an enhanced basic health plan subsidy for foster parents  
28 licensed under chapter 74.15 RCW and workers in state-funded home care  
29 programs. Under this enhanced subsidy option, foster parents eligible  
30 to participate in the basic health plan as subsidized enrollees and  
31 home care workers with family incomes below 200 percent of the federal  
32 poverty level shall be allowed to enroll in the basic health plan at  
33 the minimum premium amount charged to enrollees with incomes below  
34 sixty-five percent of the federal poverty level.

35            (b) The health care authority shall require organizations and  
36 individuals that are paid to deliver basic health plan services and  
37 that choose to sponsor enrollment in the subsidized basic health plan

1 to pay 133 percent of the premium amount which would otherwise be due  
2 from the sponsored enrollees.

3 (c) The administrator shall take at least the following actions to  
4 assure that persons participating in the basic health plan are eligible  
5 for the level of assistance they receive: (a) Require submission of  
6 (i) income tax returns, and recent pay history, from all applicants, or  
7 (ii) other verifiable evidence of earned and unearned income from those  
8 persons not required to file income tax returns; (b) check employment  
9 security payroll records at least once every twelve months on all  
10 enrollees; (c) require enrollees whose income as indicated by payroll  
11 records exceeds that upon which their subsidy is based to document  
12 their current income as a condition of continued eligibility; (d)  
13 require enrollees for whom employment security payroll records cannot  
14 be obtained to document their current income at least once every six  
15 months; (e) not reduce gross family income for self-employed persons by  
16 noncash-flow expenses such as, but not limited to, depreciation,  
17 amortization, and home office deductions, as defined by the United  
18 States internal revenue service; and (f) pursue repayment and civil  
19 penalties from persons who have received excessive subsidies, as  
20 provided in RCW 70.47.060(9).

21 (d) Enrollment in the subsidized basic health plan shall be limited  
22 to only include persons who qualify as subsidized enrollees as defined  
23 in RCW 70.47.020 and who (a) qualify for services under 1115 medicaid  
24 demonstration project number 11-W-00254/10; or (b) are foster parents  
25 licensed under chapter 74.15 RCW.

26 (3) The legislature finds that medicaid payment rates, as  
27 calculated by the health care authority pursuant to the appropriations  
28 in this act, bear a reasonable relationship to the costs incurred by  
29 efficiently and economically operated facilities for providing quality  
30 services and will be sufficient to enlist enough providers so that care  
31 and services are available to the extent that such care and services  
32 are available to the general population in the geographic area. The  
33 legislature finds that the cost reports, payment data from the federal  
34 government, historical utilization, economic data, and clinical input  
35 constitute reliable data upon which to determine the payment rates.

36 (4) Based on quarterly expenditure reports and caseload forecasts,  
37 if the health care authority estimates that expenditures for the  
38 medical assistance program will exceed the appropriations, the health

1 care authority shall take steps including but not limited to reduction  
2 of rates or elimination of optional services to reduce expenditures so  
3 that total program costs do not exceed the annual appropriation  
4 authority.

5 (5) In determining financial eligibility for medicaid-funded  
6 services, the health care authority is authorized to disregard  
7 recoveries by Holocaust survivors of insurance proceeds or other  
8 assets, as defined in RCW 48.104.030.

9 (6) The legislature affirms that it is in the state's interest for  
10 Harborview medical center to remain an economically viable component of  
11 the state's health care system.

12 (7) When a person is ineligible for medicaid solely by reason of  
13 residence in an institution for mental diseases, the health care  
14 authority shall provide the person with the same benefits as he or she  
15 would receive if eligible for medicaid, using state-only funds to the  
16 extent necessary.

17 (8) \$4,261,000 of the general fund--state appropriation for fiscal  
18 year 2014, \$4,261,000 of the general fund--state appropriation for  
19 fiscal year 2015, and \$8,522,000 of the general fund--federal  
20 appropriation are provided solely for low-income disproportionate share  
21 hospital payments.

22 (9) \$400,000 of the general fund--state appropriation for fiscal  
23 year 2014, \$400,000 of the general fund--state appropriation for fiscal  
24 year 2015, and \$800,000 of the general fund--federal appropriation are  
25 provided solely for disproportionate share hospital payments to rural  
26 hospitals certified by the centers for medicare and medicaid services  
27 as sole community hospitals as of January 1, 2013, with less than one  
28 hundred fifty acute care licensed beds in fiscal year 2011 that do not  
29 participate in the certified public expenditures program.

30 (10) \$50,000 of the general fund--state appropriation for fiscal  
31 year 2014 and \$50,000 of the general fund--state appropriation for  
32 fiscal year 2015 are provided solely for grants to rural hospitals in  
33 Clallam county that were certified by the centers for medicare and  
34 medicaid services as sole community hospitals as of January 1, 2013,  
35 with less than one hundred fifty acute care licensed beds in fiscal  
36 year 2011.

37 (11) Within the amounts appropriated in this section, the health  
38 care authority shall provide disproportionate share hospital payments

1 to hospitals that provide services to children in the children's health  
2 program who are not eligible for services under Title XIX or XXI of the  
3 federal social security act due to their citizenship status.

4 (12) \$6,000,000 of the general fund--federal appropriation is  
5 provided solely for supplemental payments to nursing homes operated by  
6 public hospital districts. The public hospital district shall be  
7 responsible for providing the required nonfederal match for the  
8 supplemental payment, and the payments shall not exceed the maximum  
9 allowable under federal rules. It is the legislature's intent that the  
10 payments shall be supplemental to and shall not in any way offset or  
11 reduce the payments calculated and provided in accordance with part E  
12 of chapter 74.46 RCW. It is the legislature's further intent that  
13 costs otherwise allowable for rate-setting and settlement against  
14 payments under chapter 74.46 RCW shall not be disallowed solely because  
15 such costs have been paid by revenues retained by the nursing home from  
16 these supplemental payments. The supplemental payments are subject to  
17 retrospective interim and final cost settlements based on the nursing  
18 homes' as-filed and final medicare cost reports. The timing of the  
19 interim and final cost settlements shall be at the health care  
20 authority's discretion. During either the interim cost settlement or  
21 the final cost settlement, the health care authority shall recoup from  
22 the public hospital districts the supplemental payments that exceed the  
23 medicaid cost limit and/or the medicare upper payment limit. The  
24 health care authority shall apply federal rules for identifying the  
25 eligible incurred medicaid costs and the medicare upper payment limit.

26 (13) The health care authority shall continue the inpatient  
27 hospital certified public expenditures program for the 2013-2015 fiscal  
28 biennium. The program shall apply to all public hospitals, including  
29 those owned or operated by the state, except those classified as  
30 critical access hospitals or state psychiatric institutions. The  
31 health care authority shall submit reports to the governor and  
32 legislature by November 1, 2013, and by November 1, 2014, that evaluate  
33 whether savings continue to exceed costs for this program. If the  
34 certified public expenditures (CPE) program in its current form is no  
35 longer cost-effective to maintain, the health care authority shall  
36 submit a report to the governor and legislature detailing  
37 cost-effective alternative uses of local, state, and federal resources  
38 as a replacement for this program. During fiscal year 2014 and fiscal

1 year 2015, hospitals in the program shall be paid and shall retain one  
2 hundred percent of the federal portion of the allowable hospital cost  
3 for each medicaid inpatient fee-for-service claim payable by medical  
4 assistance and one hundred percent of the federal portion of the  
5 maximum disproportionate share hospital payment allowable under federal  
6 regulations. Inpatient medicaid payments shall be established using an  
7 allowable methodology that approximates the cost of claims submitted by  
8 the hospitals. Payments made to each hospital in the program in each  
9 fiscal year of the biennium shall be compared to a baseline amount.  
10 The baseline amount will be determined by the total of (a) the  
11 inpatient claim payment amounts that would have been paid during the  
12 fiscal year had the hospital not been in the CPE program based on the  
13 reimbursement rates developed, implemented, and consistent with  
14 policies approved in the 2013-2015 biennial operating appropriations  
15 act and in effect on July 1, 2013, (b) one-half of the indigent  
16 assistance disproportionate share hospital payment amounts paid to and  
17 retained by each hospital during fiscal year 2005, and (c) all of the  
18 other disproportionate share hospital payment amounts paid to and  
19 retained by each hospital during fiscal year 2005 to the extent the  
20 same disproportionate share hospital programs exist in the 2013-2015  
21 fiscal biennium. If payments during the fiscal year exceed the  
22 hospital's baseline amount, no additional payments will be made to the  
23 hospital except the federal portion of allowable disproportionate share  
24 hospital payments for which the hospital can certify allowable match.  
25 If payments during the fiscal year are less than the baseline amount,  
26 the hospital will be paid a state grant equal to the difference between  
27 payments during the fiscal year and the applicable baseline amount.  
28 Payment of the state grant shall be made in the applicable fiscal year  
29 and distributed in monthly payments. The grants will be recalculated  
30 and redistributed as the baseline is updated during the fiscal year.  
31 The grant payments are subject to an interim settlement within eleven  
32 months after the end of the fiscal year. A final settlement shall be  
33 performed. To the extent that either settlement determines that a  
34 hospital has received funds in excess of what it would have received as  
35 described in this subsection, the hospital must repay the excess  
36 amounts to the state when requested. \$5,319,000 of the general  
37 fund--state appropriation for fiscal year 2014, of which \$6,570,000 is  
38 appropriated in section 204(1) of this act, and \$1,141,000 of the

1 general fund--state appropriation for fiscal year 2015, of which  
2 \$6,570,000 is appropriated in section 204(1) of this act, are provided  
3 solely for state grants for the participating hospitals.

4 (14) The health care authority shall seek public-private  
5 partnerships and federal funds that are or may become available to  
6 provide on-going support for outreach and education efforts under the  
7 federal children's health insurance program reauthorization act of  
8 2009.

9 (15) The health care authority shall target funding for maternity  
10 support services towards pregnant women with factors that lead to  
11 higher rates of poor birth outcomes, including hypertension, a preterm  
12 or low birth weight birth in the most recent previous birth, a  
13 cognitive deficit or developmental disability, substance abuse, severe  
14 mental illness, unhealthy weight or failure to gain weight, tobacco  
15 use, or African American or Native American race. The health care  
16 authority shall prioritize evidence-based practices for delivery of  
17 maternity support services. To the extent practicable, the health care  
18 authority shall develop a mechanism to increase federal funding for  
19 maternity support services by leveraging local public funding for those  
20 services.

21 (16) \$170,000 of the general fund--state appropriation for fiscal  
22 year 2014, \$121,000 of the general fund--state appropriation for fiscal  
23 year 2015, and \$292,000 of the general fund--federal appropriation are  
24 provided solely to implement Engrossed Substitute House Bill No. 1519  
25 (service coordination organizations) and Second Substitute Senate Bill  
26 No. 5732 (behavioral health services). If neither of the bills is  
27 enacted by June 30, 2013, the amounts provided in this subsection shall  
28 lapse.

29 (17) \$57,000 of the general fund--state appropriation for fiscal  
30 year 2014, \$40,000 of the general fund--state appropriation for fiscal  
31 year 2015, and \$55,000 of the general fund--federal appropriation are  
32 provided solely to develop a report on state efforts to prevent and  
33 control diabetes. The authority, the department of social and health  
34 services, and the department of health shall submit a coordinated  
35 report to the governor and the appropriate committees of the  
36 legislature by December 31, 2014, on the following:

37 (a) The financial impacts and reach that diabetes of all types and  
38 undiagnosed gestational diabetes are having on the programs

1 administered by each agency and individuals, including children with  
2 mothers with undiagnosed gestational diabetes, enrolled in those  
3 programs. Items in this assessment must include: (i) The number of  
4 lives with diabetes and undiagnosed gestational diabetes impacted or  
5 covered by the programs administered by each agency; (ii) the number of  
6 lives with diabetes, or at risk for diabetes, and family members  
7 impacted by prevention and diabetes control programs implemented by  
8 each agency; (iii) the financial toll or impact diabetes and its  
9 complications, and undiagnosed gestational diabetes and the  
10 complications experienced during labor to children of mothers with  
11 gestational diabetes places on these programs in comparison to other  
12 chronic diseases and conditions; and (iv) the financial toll or impact  
13 diabetes and its complications, and diagnosed gestational diabetes and  
14 the complications experienced during labor to children of mothers with  
15 gestational diabetes places on these programs;

16 (b) An assessment of the benefits of implemented and existing  
17 programs and activities aimed at controlling all types of diabetes and  
18 preventing the disease. This assessment must also document the amount  
19 and source for any funding directed to each agency for the programs and  
20 activities aimed at reaching those with diabetes of all types;

21 (c) A description of the level of coordination existing between the  
22 agencies on activities, programmatic activities, and messaging on  
23 managing, treating, or preventing all types of diabetes and its  
24 complications;

25 (d) The development or revision of detailed policy-related action  
26 plans and budget recommendations for battling diabetes and undiagnosed  
27 gestational diabetes that includes a range of actionable items for  
28 consideration by the legislature. The plans and budget recommendations  
29 must identify proposed action steps to reduce the impact of diabetes,  
30 prediabetes, related diabetes complications, and undiagnosed  
31 gestational diabetes. The plans and budget recommendations must also  
32 identify expected outcomes of the action steps proposed in the  
33 following biennium while also establishing benchmarks for controlling  
34 and preventing all types of diabetes; and

35 (e) An estimate of savings, efficiencies, costs, and budgetary  
36 savings and resources required to implement the plans and budget  
37 recommendations identified in (d) of this subsection (15).

1 (18) \$25,000 of the general fund--state appropriation for fiscal  
2 year 2014 and \$25,000 of the general fund--federal appropriation are  
3 provided solely for the development of recommendations for funding  
4 integrated school nursing and outreach services. The authority shall  
5 collaborate with the office of the superintendent of public instruction  
6 to develop recommendations for increasing federal financial  
7 participation for providing nursing services in schools with the goals  
8 of integrating nursing and outreach services and supporting one nurse  
9 for every four hundred fifty students in elementary schools and one  
10 nurse for every seven hundred fifty students in secondary schools. In  
11 developing these recommendations, the authority shall inquire with the  
12 federal centers for medicare and medicaid services about state plan  
13 amendment or waiver options for receiving additional federal matching  
14 funds for school nursing services provided to children enrolled in  
15 apple health for kids. The recommendations shall include proposals for  
16 funding training and reimbursement for nurses that provide outreach  
17 services to help eligible students enroll in apple health for kids and  
18 other social services programs. The authority and the office of the  
19 superintendent of public instruction shall provide these  
20 recommendations to the governor and the legislature by December 1,  
21 2013.

22 (19) \$430,000 of the general fund--state appropriation for fiscal  
23 year 2014 and \$500,000 of the general fund--federal appropriation are  
24 provided solely to complete grant requirements for the health  
25 information exchange.

26 (20) \$143,000 of the general fund--state appropriation for fiscal  
27 year 2014 and \$423,000 of the general fund--federal appropriation are  
28 provided solely for the rebasing of outpatient and inpatient payment  
29 methods.

30 (21) \$822,000 of the general fund--state appropriation for fiscal  
31 year 2014, \$341,000 of the general fund--state appropriation for fiscal  
32 year 2015, and \$9,710,000 of the general fund--federal appropriation  
33 are provided solely to implement the conversion to the tenth version of  
34 the world health organization's international classification of  
35 diseases.

36 (22) \$111,000 of the general fund--state appropriation for fiscal  
37 year 2014, \$35,000 of the general fund--state appropriation for fiscal  
38 year 2015, and \$359,000 of the general fund--federal appropriation are



1 provided solely to update the medicaid information technology  
2 architecture state self-assessment and to develop the five year road  
3 map for the medicaid information technology architecture architect.

4 (23) \$62,000 of the general fund--state appropriation for fiscal  
5 year 2014, \$62,000 of the general fund--state appropriation for fiscal  
6 year 2015, and \$126,000 of the general fund--federal appropriation are  
7 provided solely to support the Robert Bree collaborative's efforts to  
8 disseminate evidence-based best practices for preventing and treating  
9 health problems.

10 (24) Within the amounts appropriated in this section, the authority  
11 shall increase reimbursement rates for primary care services provided  
12 by independent nurse practitioners to medicare levels for the period  
13 from July 1, 2013, to December 31, 2014.

14 (25) The authority shall seek a medicaid state plan amendment to  
15 create a professional services supplemental payment managed care  
16 program for professional services delivered to managed care recipients  
17 by University of Washington medicine and other public professional  
18 providers. This program shall be effective as soon as administratively  
19 possible and shall operate concurrently with the existing professional  
20 services supplemental payment program. The authority shall apply  
21 federal rules for identifying the difference between average commercial  
22 rates and fee-for-service medicaid payments. This difference will be  
23 multiplied by the number of managed care encounters and incorporated  
24 into the managed care plan capitation rates by a certified actuary.  
25 The managed care plans will pay the providers the difference  
26 attributable to the increased capitation rate. Participating providers  
27 shall be solely responsible for providing the local funds required to  
28 obtain federal matching funds. Any incremental costs incurred by the  
29 authority in the development, implementation, and maintenance of this  
30 program shall be the responsibility of the participating providers.  
31 Participating providers shall retain the full amount of supplemental  
32 payments provided under this program, net of any costs related to the  
33 program that are disallowed due to audits or litigation against the  
34 state.

35 (26) Sufficient amounts are appropriated in this section for the  
36 authority to provide an adult dental benefit beginning January 1, 2014.

37 (27) To the extent allowed under federal law, the authority shall

1 require an adult client to enroll in full medicaid coverage instead of  
2 family planning-only coverage unless the client is at risk of domestic  
3 violence.

4 (28) The authority shall facilitate enrollment under the medicaid  
5 expansion for clients applying for or receiving state funded services  
6 from the authority and its contractors. Prior to open enrollment, the  
7 authority shall coordinate with the department of social and health  
8 services to provide referrals to the Washington health benefit exchange  
9 for clients that will be ineligible for the medicaid expansion but are  
10 enrolled in coverage that will be eliminated in the transition to the  
11 medicaid expansion.

12 (29) \$90,000 of the general fund--state appropriation for fiscal  
13 year 2014, \$90,000 of the general fund--state appropriation for fiscal  
14 year 2015, and \$180,000 of the general fund--federal appropriation are  
15 provided solely to continue operation by a nonprofit organization of a  
16 toll-free hotline that assists families to learn about and enroll in  
17 the apple health for kids program.

18 (30) The appropriations in this section reflect savings and  
19 efficiencies by transferring children receiving medical care provided  
20 through fee-for-service to medical care provided through managed care.

21 (31) \$150,000 of the general fund--state appropriation for fiscal  
22 year 2014, \$436,000 of the general fund--state appropriation for fiscal  
23 year 2015, and \$170,561,000 of the general fund--federal appropriation  
24 are provided solely for the provider incentive program and other  
25 initiatives related to the health information technology medicaid plan.

26 (32) The authority shall purchase a brand name drug when it  
27 determines that the cost of the brand name drug after rebates is less  
28 than the cost of generic alternatives and that purchase of the brand  
29 rather than generic version can save at least \$250,000. The authority  
30 may purchase generic alternatives when changes in market prices make  
31 the price of the brand name drug after rebates more expensive than the  
32 generic alternatives.

33 (33) The authority shall not subject antiretroviral drugs used to  
34 treat HIV/AIDS, anticancer medications used to kill or slow the growth  
35 of cancerous cells, antihemophilic drugs, or transplant drugs to any  
36 medicaid preferred drug list or formulary for the fee-for-service  
37 population.

1 (34) \$1,531,000 of the general fund--state appropriation for fiscal  
2 year 2014, \$280,000 of the general fund--state appropriation for fiscal  
3 year 2015, and \$10,803,000 of the general fund--federal appropriation  
4 are provided solely to implement phase two of the project to create a  
5 single provider payment system that consolidates medicaid medical and  
6 social services payments and replaces the social service payment  
7 system. The amounts provided in this subsection are conditioned on the  
8 authority satisfying the requirements of the project management  
9 oversight standards and policies established by the office of the chief  
10 information officer.

11 (35) Within the amounts appropriated in this section, the health  
12 care authority and the department of social and health services shall  
13 implement the state option to provide health homes for enrollees with  
14 chronic conditions under section 2703 of the federal affordable care  
15 act. The total state match for enrollees who are dually-eligible for  
16 both medicare and medicaid and not enrolled in managed care shall be no  
17 more than the net savings to the state from the enhanced match rate for  
18 its medicaid-only managed care enrollees under section 2703.

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

36 (37) Within the amounts appropriated in this section, the authority  
37 shall reimburse for primary care services provided by naturopathic  
38 physicians.

1 (38) Within amounts appropriated, the health care authority shall  
2 conduct a review of its management and staffing structure to identify  
3 efficiencies and opportunities to reduce full time equivalent employees  
4 and other administrative costs. A report summarizing the review and  
5 the authority's recommendations to reduce costs and full time  
6 equivalent employees must be submitted to the governor and legislature  
7 by November 1, 2013.

8 (39) \$19,250,000 of the health benefit exchange account--state  
9 appropriation and \$2,750,000 of the general fund--federal appropriation  
10 are provided solely to support the operations of the Washington health  
11 benefit exchange from January 1, 2015, to June 30, 2015.

12 (40) \$1,540,000 of the general fund--state appropriation for fiscal  
13 year 2014, \$946,000 of the general fund--state appropriation for fiscal  
14 year 2015, \$930,000 of the health benefit exchange account--state  
15 appropriation, and \$10,743,000 of the general fund--federal  
16 appropriation are provided solely for the medicaid and children's  
17 health insurance program shares of costs allocated from the health  
18 benefit exchange. The amounts provided in this subsection shall lapse  
19 if Engrossed Substitute House Bill No. 1947 (Washington health benefit  
20 exchange) is not enacted by June 30, 2013, and the office of financial  
21 management determines by January 1, 2013, that the charges to enrollees  
22 and the state under the health benefit exchange's self-sustaining  
23 methodology exceed 3.4 percent of premiums paid.

24 (41) Within the amounts appropriated in this section, the authority  
25 shall continue to provide coverage for pregnant teens that cannot  
26 qualify for medicaid or the federal children's health insurance  
27 program.

28 (42) Upon implementation of the medicaid expansion under subsection  
29 (1) of this section, the breast and cervical cancer treatment program  
30 is eliminated. To maintain continuity of coverage, the authority shall  
31 offer the option to stay in a fee-for-service program to clients that  
32 are already enrolled in the breast and cervical cancer treatment  
33 program and will be transitioned into the new adult group upon  
34 implementation of the medicaid expansion. The authority will continue  
35 to provide coverage to clients that are already enrolled in the breast  
36 and cervical cancer treatment program at the time of program  
37 elimination until their courses of treatment are completed.

1 (43) \$40,000 of the general fund--state appropriation for fiscal  
2 year 2014 and \$40,000 of the general fund--federal appropriation are  
3 provided solely for the authority to create a new position to provide  
4 adequate oversight and assistance to managed care organizations, rural  
5 health clinics, and federally qualified health centers under a new  
6 administratively streamlined payment methodology. Effective July 1,  
7 2013, or upon obtaining any necessary federal approval, but in no case  
8 during the first quarter of a calendar year, the authority shall  
9 implement an administratively streamlined payment methodology for  
10 federally qualified health centers and rural health clinics. State  
11 payments to managed care organizations shall include the full encounter  
12 payments for federally qualified health centers and rural health  
13 clinics as defined in the medicaid state plan and in accordance with  
14 section 1902(bb) of the social security act (42 U.S.C. 1396a(bb)). For  
15 any services eligible for encounter payments, as defined in the  
16 medicaid state plan, managed care organizations shall be required to  
17 pay at least the full published encounter rates directly to each clinic  
18 or center. The authority will require participating managed care  
19 organizations to reimburse federally qualified health centers and rural  
20 health clinics for clean claims in strict adherence to the timeliness  
21 of payment standards established under contract and specified for the  
22 medicaid fee-for-service program in section 1902(a)(37) of the social  
23 security act (42 U.S.C. 1396a(a)(37)), 42 C.F.R. Sec. 447.46, and  
24 specified for health carriers in WAC 284-43-321. The authority shall  
25 exercise all necessary options under its existing sanctions policy to  
26 enforce timely payment of claims. The authority shall ensure necessary  
27 staff and resources are identified to actively monitor and enforce the  
28 timeliness and accuracy of payments to federally qualified health  
29 centers and rural health clinics. By January 1, 2014, and after  
30 collaboration with federally qualified health centers, rural health  
31 clinics, managed care plans, and the centers for medicare and medicaid  
32 services, the authority will produce a report that provides options for  
33 a new payment methodology that rewards innovation and outcomes over  
34 volume of services delivered, and which maintains the integrity of the  
35 rural health clinic program as outlined under federal law. The report  
36 will detail necessary federal authority for implementation and provide  
37 the benefits and drawbacks of each option.

1 (44) Sufficient amounts are appropriated in this section to remove  
 2 the mental health visit limit and to provide the shingles vaccine and  
 3 screening, brief intervention, and referral to treatment benefits that  
 4 are available in the medicaid alternative benefit plan in the current  
 5 medicaid benefit plan beginning January 1, 2014. The authority shall  
 6 monitor the costs of the habilitative benefit as part of the  
 7 forecasting process but shall not provide this benefit in the current  
 8 medicaid benefit plan without a direct appropriation in the omnibus  
 9 appropriations act.

10 (45) The appropriations in this section reflect savings and  
 11 efficiencies achieved by modifying dispensing methods of contraceptive  
 12 drugs. The authority must make arrangements for all medicaid programs  
 13 offered through managed care plans or fee-for-service programs to  
 14 require dispensing of contraceptive drugs with a one-year supply  
 15 provided at one time unless a patient requests a smaller supply or the  
 16 prescribing physician instructs that the patient must receive a smaller  
 17 supply. Contracts with managed care plans must allow on-site  
 18 dispensing of the prescribed contraceptive drugs at family planning  
 19 clinics. Dispensing practices must follow clinical guidelines for  
 20 appropriate prescribing and dispensing to ensure the health of the  
 21 patient while maximizing access to effective contraceptive drugs.

22 NEW SECTION. **Sec. 214. FOR THE HUMAN RIGHTS COMMISSION**

|    |   |             |
|----|---|-------------|
| 23 | General Fund--State Appropriation (FY 2014) . . . . . | \$2,077,000 |
| 24 | General Fund--State Appropriation (FY 2015) . . . . . | \$2,002,000 |
| 25 | General Fund--Federal Appropriation . . . . .         | \$2,190,000 |
| 26 | TOTAL APPROPRIATION . . . . .                         | \$6,269,000 |

27 The appropriations in this section are subject to the following  
 28 conditions and limitations: \$218,000 of the general fund--federal  
 29 appropriation is provided for additional financial resources from the  
 30 U.S. department of housing and urban development for the investigation  
 31 of discrimination cases involving service animals.

32 NEW SECTION. **Sec. 215. FOR THE BOARD OF INDUSTRIAL INSURANCE**  
 33 **APPEALS**

|    |   |              |
|----|---|--------------|
| 34 | Worker and Community Right-to-Know Account--State |              |
| 35 | Appropriation . . . . .                           | \$10,000     |
| 36 | Accident Account--State Appropriation . . . . .   | \$19,790,000 |

1 Medical Aid Account--State Appropriation . . . . . \$19,790,000  
 2 TOTAL APPROPRIATION . . . . . \$39,590,000

3 NEW SECTION. **Sec. 216. FOR THE CRIMINAL JUSTICE TRAINING**  
 4 **COMMISSION**

5 General Fund--State Appropriation (FY 2014) . . . . . \$14,360,000  
 6 General Fund--State Appropriation (FY 2015) . . . . . \$14,274,000  
 7 General Fund--Private/Local Appropriation . . . . . \$3,059,000  
 8 Death Investigations Account--State Appropriation . . . . . \$148,000  
 9 Municipal Criminal Justice Assistance Account--  
 10 State Appropriation . . . . . \$460,000  
 11 Washington Auto Theft Prevention Authority Account--  
 12 State Appropriation . . . . . \$8,597,000  
 13 TOTAL APPROPRIATION . . . . . \$40,898,000

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

16 (1) \$5,000,000 of the general fund--state appropriation for fiscal  
 17 year 2014 and \$5,000,000 of the general fund--state appropriation for  
 18 fiscal year 2015, are provided to the Washington association of  
 19 sheriffs and police chiefs solely to verify the address and residency  
 20 of registered sex offenders and kidnapping offenders under RCW  
 21 9A.44.130.

22 (2) \$340,000 of the general fund--local appropriation is provided  
 23 solely to purchase ammunition for the basic law enforcement academy.  
 24 Jurisdictions shall reimburse to the criminal justice training  
 25 commission the costs of ammunition, based on the average cost of  
 26 ammunition per cadet, for cadets that they enroll in the basic law  
 27 enforcement academy.

28 (3) The criminal justice training commission may not run a basic  
 29 law enforcement academy class of fewer than 30 students.

30 (4) \$100,000 of the general fund--state appropriation for fiscal  
 31 year 2014 and \$100,000 of the general fund--state appropriation for  
 32 fiscal year 2015 are provided solely for a school safety program. The  
 33 commission, in collaboration with the school safety center advisory  
 34 committee, shall provide the school safety training for all school  
 35 administrators and school safety personnel hired after the effective  
 36 date of this section.

1 (5) \$96,000 of the general fund--state appropriation for fiscal  
 2 year 2014 and \$96,000 of the general fund--state appropriation for  
 3 fiscal year 2015 are provided solely for the school safety center  
 4 within the commission. The safety center shall act as an information  
 5 dissemination and resource center when an incident occurs in a school  
 6 district in Washington or in another state, coordinate activities  
 7 relating to school safety, and review and approve manuals and curricula  
 8 used for school safety models and training. Through an interagency  
 9 agreement, the commission shall provide funding for the office of the  
 10 superintendent of public instruction to continue to develop and  
 11 maintain a school safety information web site. The school safety  
 12 center advisory committee shall develop and revise the training  
 13 program, using the best practices in school safety, for all school  
 14 safety personnel. The commission shall provide research-related  
 15 programs in school safety and security issues beneficial to both law  
 16 enforcement and schools.

17 (6) \$123,000 of the general fund--state appropriation for fiscal  
 18 year 2014 and \$123,000 of the general fund--state appropriation for  
 19 fiscal year 2015 are provided solely for the costs of providing  
 20 statewide advanced driving training with the use of a driving  
 21 simulator.

22 (7) \$165,000 of the general fund--state appropriation for fiscal  
 23 year 2014 and \$165,000 of the general fund--state appropriation for  
 24 fiscal year 2015 are provided solely for crisis intervention training  
 25 for peace officers. The commission shall incorporate eight hours of  
 26 crisis intervention curriculum into its basic law enforcement academy  
 27 and shall offer an eight-hour in-service crisis intervention training  
 28 course.

29 NEW SECTION. **Sec. 217. FOR THE DEPARTMENT OF LABOR AND**  
 30 **INDUSTRIES**

|    |  |              |
|----|--|--------------|
| 31 | General Fund--State Appropriation (FY 2014) . . . . .        | \$17,054,000 |
| 32 | General Fund--State Appropriation (FY 2015) . . . . .        | \$17,668,000 |
| 33 | General Fund--Federal Appropriation . . . . .                | \$11,876,000 |
| 34 | Asbestos Account--State Appropriation . . . . .              | \$367,000    |
| 35 | Electrical License Account--State Appropriation . . . . .    | \$37,177,000 |
| 36 | Farm Labor Contractor Account--State Appropriation . . . . . | \$28,000     |
| 37 | Worker and Community Right-to-Know Account--                 |              |



|    |   |               |
|----|---|---------------|
| 1  | State Appropriation . . . . .                               | \$904,000     |
| 2  | Public Works Administration Account--State                  |               |
| 3  | Appropriation . . . . .                                     | \$6,261,000   |
| 4  | Manufactured Home Installation Training Account--           |               |
| 5  | State Appropriation . . . . .                               | \$354,000     |
| 6  | Accident Account--State Appropriation . . . . .             | \$260,561,000 |
| 7  | Accident Account--Federal Appropriation . . . . .           | \$13,626,000  |
| 8  | Medical Aid Account--State Appropriation . . . . .          | \$279,402,000 |
| 9  | Medical Aid Account--Federal Appropriation . . . . .        | \$3,186,000   |
| 10 | Plumbing Certificate Account--State Appropriation . . . . . | \$1,735,000   |
| 11 | Pressure Systems Safety Account--State                      |               |
| 12 | Appropriation . . . . .                                     | \$4,200,000   |
| 13 | TOTAL APPROPRIATION . . . . .                               | \$654,399,000 |

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

16 (1) Pursuant to RCW 43.135.055, the department is authorized to  
17 increase elevator fees by up to 13.1 percent during the 2013-2015  
18 fiscal biennium. This increase is necessary to support expenditures  
19 authorized in this section, consistent with chapter 70.87 RCW.

20 (2) \$1,336,000 of the medical aid account--state appropriation is  
21 provided solely for implementation of Substitute Senate Bill No. 5362  
22 (workers' compensation/vocational rehabilitation). If the bill is not  
23 enacted by June 30, 2013, the amount provided in this subsection shall  
24 lapse.

25 (3) \$279,000 of the public works administration account--state  
26 appropriation, \$4,000 of the medical aid account--state appropriation,  
27 and \$4,000 of the accident account--state appropriation are provided  
28 solely for implementation of Substitute House Bill No. 1420  
29 (transportation improvement projects). If the bill is not enacted by  
30 June 30, 2013, the amounts provided in this subsection shall lapse.

31 (4) \$465,000 of the accident account--state appropriation and  
32 \$355,000 of the medical aid account--state appropriation are provided  
33 solely for the logging safety initiative effort and the goal of  
34 reducing the frequency and severity of injuries in manual or  
35 nonmechanized logging. \$200,000 of the medical aid account--state  
36 appropriation provided in this subsection may come from unspent safety  
37 and health investment program grants and is not subject to the process  
38 established in RCW 49.17.243. The department of labor and industries

1 shall use \$620,000 of the amounts provided in this subsection in the  
 2 calculation of workers' compensation premiums for the forest products  
 3 industry and any other appropriate risk classes in future biennia. The  
 4 department shall submit a report to the legislature by December 31,  
 5 2014, on the approach of using a third-party safety certification  
 6 vendor, and on the accomplishments, work to date, and future plans of  
 7 the logging safety task force. The report must identify options for  
 8 future funding of the program and provide a permanent funding  
 9 recommendation.

10 NEW SECTION. **Sec. 218. FOR THE DEPARTMENT OF VETERANS AFFAIRS**

11 (1) HEADQUARTERS

|    |   |             |
|----|---|-------------|
| 12 | General Fund--State Appropriation (FY 2014) . . . . . | \$1,996,000 |
| 13 | General Fund--State Appropriation (FY 2015) . . . . . | \$1,906,000 |
| 14 | Charitable, Educational, Penal, and Reformatory       |             |
| 15 | Institutions Account--State Appropriation . . . . .   | \$10,000    |
| 16 | TOTAL APPROPRIATION . . . . .                         | \$3,912,000 |

17 (2) FIELD SERVICES

|    |   |              |
|----|---|--------------|
| 18 | General Fund--State Appropriation (FY 2014) . . . . . | \$5,340,000  |
| 19 | General Fund--State Appropriation (FY 2015) . . . . . | \$5,321,000  |
| 20 | General Fund--Federal Appropriation . . . . .         | \$3,460,000  |
| 21 | General Fund--Private/Local Appropriation . . . . .   | \$4,425,000  |
| 22 | Veteran Estate Management Account--Private/Local      |              |
| 23 | Appropriation . . . . .                               | \$1,105,000  |
| 24 | TOTAL APPROPRIATION . . . . .                         | \$19,651,000 |

25 The appropriations in this subsection are subject to the following  
 26 conditions and limitations: \$300,000 of the general fund--state  
 27 appropriation for fiscal year 2014 and \$300,000 of the general fund--  
 28 state appropriation for fiscal year 2015 are provided solely to provide  
 29 crisis and emergency relief and education, training, and employment  
 30 assistance to veterans and their families in their communities through  
 31 the veterans innovation program.

32 (3) INSTITUTIONAL SERVICES

|    |   |              |
|----|---|--------------|
| 33 | General Fund--State Appropriation (FY 2014) . . . . . | \$102,000    |
| 34 | General Fund--State Appropriation (FY 2015) . . . . . | \$20,000     |
| 35 | General Fund--Federal Appropriation . . . . .         | \$69,102,000 |
| 36 | General Fund--Private/Local Appropriation . . . . .   | \$39,209,000 |

|    |   |               |
|----|---|---------------|
| 1  | TOTAL APPROPRIATION . . . . .                                     | \$108,433,000 |
| 2  | <b><u>NEW SECTION. Sec. 219. FOR THE DEPARTMENT OF HEALTH</u></b> |               |
| 3  | General Fund--State Appropriation (FY 2014) . . . . .             | \$61,405,000  |
| 4  | General Fund--State Appropriation (FY 2015) . . . . .             | \$59,467,000  |
| 5  | General Fund--Federal Appropriation . . . . .                     | \$536,270,000 |
| 6  | General Fund--Private/Local Appropriation . . . . .               | \$139,534,000 |
| 7  | Hospital Data Collection Account--State Appropriation . . . . .   | \$222,000     |
| 8  | Health Professions Account--State Appropriation . . . . .         | \$104,223,000 |
| 9  | Aquatic Lands Enhancement Account--State Appropriation . . . . .  | \$604,000     |
| 10 | Emergency Medical Services and Trauma Care Systems                |               |
| 11 | Trust Account--State Appropriation . . . . .                      | \$12,320,000  |
| 12 | Safe Drinking Water Account--State Appropriation . . . . .        | \$5,273,000   |
| 13 | Drinking Water Assistance Account--Federal                        |               |
| 14 | Appropriation . . . . .   | \$14,820,000  |
| 15 | Waterworks Operator Certification--State                          |               |
| 16 | Appropriation . . . . .   | \$1,561,000   |
| 17 | Drinking Water Assistance Administrative Account--                |               |
| 18 | State Appropriation . . . . .                                     | \$340,000     |
| 19 | Site Closure Account--State Appropriation . . . . .               | \$159,000     |
| 20 | Biotoxin Account--State Appropriation . . . . .                   | \$1,323,000   |
| 21 | State Toxics Control Account--State Appropriation . . . . .       | \$3,805,000   |
| 22 | Medical Test Site Licensure Account--State                        |               |
| 23 | Appropriation . . . . .   | \$3,389,000   |
| 24 | Youth Tobacco Prevention Account--State Appropriation . . . . .   | \$1,512,000   |
| 25 | Public Health Supplemental Account--Private/Local                 |               |
| 26 | Appropriation . . . . .   | \$3,236,000   |
| 27 | Accident Account--State Appropriation . . . . .                   | \$304,000     |
| 28 | Medical Aid Account--State Appropriation . . . . .                | \$50,000      |
| 29 | Medicaid Fraud Penalty Account--State                             |               |
| 30 | Appropriation . . . . .   | \$973,000     |
| 31 | TOTAL APPROPRIATION . . . . .                                     | \$950,790,000 |

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

34 (1)(a) The department of health shall not initiate any services  
35 that will require expenditure of state general fund moneys unless  
36 expressly authorized in this act or other law. The department of  
37 health and the state board of health shall not implement any new or

1 amended rules pertaining to primary and secondary school facilities  
2 until the rules and a final cost estimate have been presented to the  
3 legislature, and the legislature has formally funded implementation of  
4 the rules through the omnibus appropriations act or by statute. The  
5 department may seek, receive, and spend, under RCW 43.79.260 through  
6 43.79.282, federal moneys not anticipated in this act as long as the  
7 federal funding does not require expenditure of state moneys for the  
8 program in excess of amounts anticipated in this act. If the  
9 department receives unanticipated unrestricted federal moneys, those  
10 moneys shall be spent for services authorized in this act or in any  
11 other legislation that provides appropriation authority, and an equal  
12 amount of appropriated state moneys shall lapse. Upon the lapsing of  
13 any moneys under this subsection, the office of financial management  
14 shall notify the legislative fiscal committees. As used in this  
15 subsection, "unrestricted federal moneys" includes block grants and  
16 other funds that federal law does not require to be spent on  
17 specifically defined projects or matched on a formula basis by state  
18 funds.

19 (b) The joint administrative rules review committee shall review  
20 the new or amended rules pertaining to primary and secondary school  
21 facilities under (a) of this subsection. The review committee shall  
22 determine whether (i) the rules are within the intent of the  
23 legislature as expressed by the statute that the rule implements, (ii)  
24 the rule has been adopted in accordance with all applicable provisions  
25 of law, or (iii) that the agency is using a policy or interpretive  
26 statement in place of a rule. The rules review committee shall report  
27 to the appropriate policy and fiscal committees of the legislature the  
28 results of committee's review and any recommendations that the  
29 committee deems advisable.

30 (2) In accordance with RCW 43.70.250 and 43.135.055, the department  
31 is authorized to establish and raise fees in fiscal year 2014 as  
32 necessary to meet the actual costs of conducting business and the  
33 appropriation levels in this section. This authorization applies to  
34 fees required for newborn screening, and fees associated with the  
35 following professions: Agency affiliated counselors; certified  
36 counselors; and certified advisors.

37 (3)(a) \$50,000 of the medicaid fraud penalty account--state  
38 appropriation is provided solely for the department to integrate the

1 prescription monitoring program into the coordinated care electronic  
2 tracking program developed in response to section 213, chapter 7, Laws  
3 of 2012, 2nd sp. sess., commonly referred to as the seven best  
4 practices in emergency medicine.

5 (b) The integration must provide prescription monitoring program  
6 data to emergency department personnel when the patient registers in  
7 the emergency department. Such exchange may be a private or public  
8 joint venture, including the use of the state health information  
9 exchange.

10 (c) As part of the integration, the department shall request  
11 insurers and third-party administrators that provide coverage to  
12 residents of Washington state to provide the following to the  
13 coordinated care electronic tracking program:

14 (i) Any available information regarding the assigned primary care  
15 provider, and the primary care provider's telephone and fax numbers.  
16 This information is to be used for real-time communication to an  
17 emergency department provider when caring for a patient; and

18 (ii) Information regarding any available care plans or treatment  
19 plans for patients with higher utilization of services on a regular  
20 basis. This information is to be provided to the treating provider.

21 (4) \$270,000 of the general fund--state appropriation for fiscal  
22 year 2014 is provided solely for the Washington autism alliance to  
23 assist autistic individuals and families with autistic children during  
24 the transition to federal health reform.

25 (5) \$6,000 of the general fund--state appropriation for fiscal year  
26 2014 and \$5,000 of the general fund--state appropriation for fiscal  
27 year 2015 are provided solely for the department to convene a work  
28 group to study and recommend language for standardized clinical  
29 affiliation agreements for clinical placements associated with the  
30 education and training of physicians licensed under chapter 18.71 RCW,  
31 osteopathic physicians and surgeons licensed under chapter 18.57 RCW,  
32 and nurses licensed under chapter 18.79 RCW. The work group shall  
33 develop one recommended standardized clinical affiliation agreement for  
34 each profession or one recommended standardized clinical affiliation  
35 agreement for all three professions.

36 (a) When choosing members of the work group, the department shall  
37 consult with the health care personnel shortage task force and shall

1 attempt to ensure that the membership of the work group is  
2 geographically diverse. The work group must, at a minimum, include  
3 representatives of the following:

- 4 (i) Two-year institutions of higher education;
- 5 (ii) Four-year institutions of higher education;
- 6 (iii) The University of Washington medical school;
- 7 (iv) The college of osteopathic medicine at the Pacific Northwest  
8 University of Health Sciences;
- 9 (v) The health care personnel shortage task force;
- 10 (vi) Statewide organizations representing hospitals and other  
11 facilities that accept clinical placements;
- 12 (vii) A statewide organization representing physicians;
- 13 (viii) A statewide organization representing osteopathic physicians  
14 and surgeons;
- 15 (ix) A statewide organization representing nurses;
- 16 (x) A labor organization representing nurses; and
- 17 (xi) Any other groups deemed appropriate by the department in  
18 consultation with the health care personnel shortage task force.

19 (b) The work group shall report its findings to the governor and  
20 the appropriate standing committees of the legislature no later than  
21 November 15, 2014.

22 (6) \$65,000 of the general fund--state appropriation for fiscal  
23 year 2014 and \$65,000 of the general fund--state appropriation for  
24 fiscal year 2015 are for the midwifery licensure and regulatory program  
25 to supplement revenue from fees. Current annual fees for new or  
26 renewed licenses for the midwifery program, except for online access to  
27 HEAL-WA, may increase by no more than the rate of inflation as measured  
28 by the consumer price index. The department shall convene the  
29 midwifery advisory committee on a quarterly basis to address issues  
30 related to licensed midwifery.

31 (7) During the 2013-2015 fiscal biennium, each person subject to  
32 RCW 43.70.110(3)(c) is required to pay only one surcharge of up to  
33 twenty-five dollars annually for the purposes of RCW 43.70.112,  
34 regardless of how many professional licenses the person holds.

35 (8) \$35,000 of the health professions account--state appropriation  
36 is provided solely for the implementation of House Bill No. 1003  
37 (health professions licensees). If the bill is not enacted by June 30,  
38 2013, the amount provided in this subsection shall lapse.

1 (9) \$10,000 of the health professions account--state appropriation  
2 is provided solely for the implementation of Substitute House Bill No.  
3 1270 (board of denturists). If the bill is not enacted by June 30,  
4 2013, the amount provided in this subsection shall lapse.

5 (10) \$10,000 of the health professions account--state appropriation  
6 is provided solely for the implementation of Substitute House Bill No.  
7 1271 (denturism). If the bill is not enacted by June 30, 2013, the  
8 amount provided in this subsection shall lapse.

9 (11) \$11,000 of the health professions account--state appropriation  
10 is provided solely for the implementation of House Bill No. 1330  
11 (dental hygienists, assistants). If the bill is not enacted by June  
12 30, 2013, the amount provided in this subsection shall lapse.

13 (12) \$1,008,000 of the health professions account--state  
14 appropriation is provided solely for the implementation of Substitute  
15 House Bill No. 1343 (nurses surcharge). If the bill is not enacted by  
16 June 30, 2013, the amount provided in this subsection shall lapse.

17 (13) \$34,000 of the health professions account--state appropriation  
18 is provided solely for the implementation of Substitute House Bill No.  
19 1376 (suicide assessment training). If the bill is not enacted by June  
20 30, 2013, the amount provided in this subsection shall lapse.

21 (14) \$10,000 of the health professions account--state appropriation  
22 is provided solely for the implementation of Engrossed Substitute House  
23 Bill No. 1515 (medical assistants). If the bill is not enacted by June  
24 30, 2013, the amount provided in this subsection shall lapse.

25 (15) \$2,185,000 of the health professions account--state  
26 appropriation is provided solely for the implementation of Second  
27 Substitute House Bill No. 1518 (disciplinary authorities). If the bill  
28 is not enacted by June 30, 2013, the amount provided in this subsection  
29 shall lapse.

30 (16) \$141,000 of the general fund--private/local appropriation is  
31 provided solely for the implementation of Substitute House Bill No.  
32 1525 (birth certificates and information). If the bill is not enacted  
33 by June 30, 2013, the amount provided in this subsection shall lapse.

34 (17) \$220,000 of the health professions account--state  
35 appropriation is provided solely for the implementation of House Bill  
36 No. 1534 (impaired dentist program). If the bill is not enacted by  
37 June 30, 2013, the amount provided in this subsection shall lapse.

1 (18) \$51,000 of the health professions account--state appropriation  
2 is provided solely for the implementation of House Bill No. 1609 (board  
3 of pharmacy). If the bill is not enacted by June 30, 2013, the amount  
4 provided in this subsection shall lapse.

5 (19) \$12,000 of the health professions account--state appropriation  
6 is provided solely for the implementation of Substitute House Bill No.  
7 1629 (home care continuing education). If the bill is not enacted by  
8 June 30, 2013, the amount provided in this subsection shall lapse.

9 (20) \$18,000 of the health professions account--state appropriation  
10 is provided solely for the implementation of Substitute House Bill No.  
11 1737 (physician assistants). If the bill is not enacted by June 30,  
12 2013, the amount provided in this subsection shall lapse.

13 (21) \$77,000 of the general fund--state appropriation for fiscal  
14 year 2014 and \$38,000 of the general fund--state appropriation for  
15 fiscal year 2015 are provided solely to develop a report on state  
16 efforts to prevent and control diabetes. The department, the health  
17 care authority, and the department of social and health services shall  
18 submit a coordinated report to the governor and the appropriate  
19 committees of the legislature by December 31, 2014, on the following:

20 (a) The financial impacts and reach that diabetes of all types and  
21 undiagnosed gestational diabetes are having on the programs  
22 administered by each agency and individuals, including children with  
23 mothers with undiagnosed gestational diabetes, enrolled in those  
24 programs. Items in this assessment must include: (i) The number of  
25 lives with diabetes and undiagnosed gestational diabetes impacted or  
26 covered by the programs administered by each agency; (ii) the number of  
27 lives with diabetes, or at risk for diabetes, and family members  
28 impacted by prevention and diabetes control programs implemented by  
29 each agency; (iii) the financial toll or impact diabetes and its  
30 complications, and undiagnosed gestational diabetes and the  
31 complications experienced during labor to children of mothers with  
32 gestational diabetes places on these programs in comparison to other  
33 chronic diseases and conditions; and (iv) the financial toll or impact  
34 diabetes and its complications, and diagnosed gestational diabetes and  
35 the complications experienced during labor to children of mothers with  
36 gestational diabetes places on these programs;

37 (b) An assessment of the benefits of implemented and existing  
38 programs and activities aimed at controlling all types of diabetes and



1 preventing the disease. This assessment must also document the amount  
2 and source for any funding directed to each agency for the programs and  
3 activities aimed at reaching those with diabetes of all types;

4 (c) A description of the level of coordination existing between the  
5 agencies on activities, programmatic activities, and messaging on  
6 managing, treating, or preventing all types of diabetes and its  
7 complications;

8 (d) The development or revision of detailed policy-related action  
9 plans and budget recommendations for battling diabetes and undiagnosed  
10 gestational diabetes that includes a range of actionable items for  
11 consideration by the legislature. The plans and budget recommendations  
12 must identify proposed action steps to reduce the impact of diabetes,  
13 prediabetes, related diabetes complications, and undiagnosed  
14 gestational diabetes. The plans and budget recommendations must also  
15 identify expected outcomes of the action steps proposed in the  
16 following biennium while also establishing benchmarks for controlling  
17 and preventing all types of diabetes; and

18 (e) An estimate of savings, efficiencies, costs, and budgetary  
19 savings and resources required to implement the plans and budget  
20 recommendations identified in (d) of this subsection (24).

21 (22) Within the general fund--state amounts appropriated in this  
22 section, the department of health will develop and administer the  
23 certified home care aide examination translated into at least seven  
24 languages in addition to the languages in which the examination is  
25 available on the effective date of this act. The purpose of offering  
26 the examination in additional languages is to encourage an adequate  
27 supply of certified home care aides to meet diverse long-term care  
28 client needs.

29 NEW SECTION. **Sec. 220. FOR THE DEPARTMENT OF CORRECTIONS**

30 (1) ADMINISTRATION AND SUPPORT SERVICES

|  |               |
|--|---------------|
| 31 General Fund--State Appropriation (FY 2014) . . . . . | \$57,085,000  |
| 32 General Fund--State Appropriation (FY 2015) . . . . . | \$55,585,000  |
| 33 TOTAL APPROPRIATION . . . . .                         | \$112,670,000 |

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

36 (a) \$35,000 of the general fund--state appropriation for fiscal  
37 year 2014 and \$35,000 of the general fund-- state appropriation for

1 fiscal year 2015 are provided solely for the support of a statewide  
2 council on mentally ill offenders that includes as its members  
3 representatives of community-based mental health treatment programs,  
4 current or former judicial officers, and directors and commanders of  
5 city and county jails and state prison facilities. The council will  
6 investigate and promote cost-effective approaches to meeting the  
7 long-term needs of adults and juveniles with mental disorders who have  
8 a history of offending or who are at-risk of offending, including their  
9 mental health, physiological, housing, employment, and job training  
10 needs.

11 (b) \$150,000 of the general fund--state appropriation for fiscal  
12 year 2014 and \$75,000 of the general fund--state appropriation for  
13 fiscal year 2015 are provided solely for the department to contract  
14 with a consultant who can facilitate and provide project expertise on  
15 the implementation of community and prison based offender programming  
16 that follows the risk-needs-responsivity model.

17 (i) By September 1, 2013, the department shall provide to the  
18 consultant an inventory of all existing programming both in prisons and  
19 in community operations. The department shall consult with the  
20 Washington state institute for public policy (WSIPP) to determine  
21 whether programs are evidence-based or research-based using definitions  
22 provided by WSIPP and shall include this information on the inventory.

23 (ii) By October 1, 2013, the consultant shall report to the  
24 department, the office of financial management, and legislative fiscal  
25 committees on the department's current plans and processes for managing  
26 offender programming including processes for phasing-out ineffective  
27 programs and implementing evidence-based or research-based programs.  
28 All department programs should be considered by the consultant  
29 regardless of whether they are included on the most recent list of  
30 WSIPP approved identifiable evidence-based practices in (b)(i) of this  
31 subsection.

32 (iii) The WSIPP, in consultation with the department, shall  
33 systematically review selected programs to determine the effectiveness  
34 of these programs at reducing recidivism or other outcomes. The WSIPP  
35 shall conduct a benefit-cost analysis of these programs when feasible  
36 and shall report to the legislature by December 1, 2013.

37 (iv) Based on the report provided by the consultant and the WSIPP  
38 review of programs, the department shall work collaboratively with the

1 consultant to develop and complete a written comprehensive  
2 implementation plan by January 15, 2014. The implementation plan must  
3 clearly identify the types of programs to be included, the recommended  
4 locations where the programs will be sited, an implementation timeline,  
5 and a phasing of the projected number of participants needed to meet  
6 the threshold of available program funds.

7 (v) Using the written implementation plan as a guide, the  
8 department must have programs in place and fully phased-in no later  
9 than June 30, 2015.

10 (vi) The department shall hold the consultant on retainer to assist  
11 the department as needed throughout the implementation process. The  
12 consultant shall review quarterly the actual implementation compared to  
13 the written implementation plan and shall provide a report to the  
14 secretary of the department. The department shall provide reports to  
15 the office of financial management and legislative fiscal committees as  
16 follows:

17 (A) The written comprehensive implementation plan shall be provided  
18 by January 15, 2014; and

19 (B) Written progress updates shall be provided by July 1, 2014, and  
20 by December 1, 2014.

21 (2) CORRECTIONAL OPERATIONS

|    |   |                 |
|----|---|-----------------|
| 22 | General Fund--State Appropriation (FY 2014) . . . . . | \$606,143,000   |
| 23 | General Fund--State Appropriation (FY 2015) . . . . . | \$607,085,000   |
| 24 | General Fund--Federal Appropriation . . . . .         | \$3,322,000     |
| 25 | Washington Auto Theft Prevention Authority Account--  |                 |
| 26 | State Appropriation . . . . .                         | \$7,586,000     |
| 27 | State Toxics Control--State Appropriation . . . . .   | \$105,000       |
| 28 | TOTAL APPROPRIATION . . . . .                         | \$1,224,241,000 |

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

31 (a) During the 2013-2015 fiscal biennium, when contracts are  
32 established or renewed for offender pay phone and other telephone  
33 services provided to inmates, the department shall select the  
34 contractor or contractors primarily based on the following factors:

- 35 (i) The lowest rate charged to both the inmate and the person paying
- 36 for the telephone call; and (ii) the lowest commission rates paid to
- 37 the department, while providing reasonable compensation to cover the

1 costs of the department to provide the telephone services to inmates  
2 and provide sufficient revenues for the activities funded from the  
3 institutional welfare betterment account.

4 (b) By December 1, 2013, the department of corrections shall  
5 provide a report to the office of financial management and the  
6 appropriate fiscal and policy committees of the legislature that  
7 evaluates the department's inmate intake processes and expenditures and  
8 makes recommendations for improvements. The evaluation must include an  
9 analysis of lean management processes that, if adopted, could improve  
10 the efficiency and cost effectiveness of inmate intake.

11 (c) By December 1, 2013, the department of corrections shall  
12 provide a report to the office of financial management and the  
13 appropriate fiscal and policy committees of the legislature that  
14 evaluates the department's use of partial confinement and work release  
15 programs and makes recommendations for improving public safety and  
16 decreasing recidivism through increasing participation in partial  
17 confinement re-entry and work release programs. In making its  
18 recommendations, the department shall identify:

19 (i) Options for increasing the capacity of work release beds to  
20 meet the number of eligible offenders;

21 (ii) Potential cost savings to the state through contracting for or  
22 building new work release capacity;

23 (iii) Options for expanding eligibility for partial confinement,  
24 including creation of a structured re-entry program that includes  
25 stable housing, mandatory participation in evidence-based programs, and  
26 intensive supervision; and

27 (iv) Potential cost savings to the state from creation of a  
28 structured re-entry program.

29 (d) By December 1, 2013, the department of corrections shall  
30 provide a report to the office of financial management and the  
31 appropriate fiscal and policy committees of the legislature that  
32 evaluates the department's community parenting alternative program, and  
33 makes recommendations for increasing participation in the program with  
34 the goals of increasing public safety and decreasing recidivism. The  
35 evaluation shall include recommendations for increasing the placement  
36 of eligible offenders into the program and increasing eligibility to  
37 other populations. In making its recommendations, the department shall

1 identify the percent of the eligible population currently entering the  
2 program, outcomes to-date for program participants, and potential cost  
3 savings from increasing placement of offenders into the program.

4 (e) The department of corrections shall contract with local and  
5 tribal governments for the provision of jail capacity to house  
6 offenders who violate the terms of their community supervision. A  
7 contract shall not have a cost of incarceration in excess of \$85 per  
8 day per offender. A contract shall not have a year-to-year increase in  
9 excess of three percent per year. The contracts may include rates for  
10 the medical care of offenders which exceed the daily cost of  
11 incarceration and the limitation on year-to-year increase, provided  
12 that medical payments conform to the department's offender health plan,  
13 pharmacy formulary, and all off-site medical expenses are preapproved  
14 by department utilization management staff.

15 (f) The department of corrections shall issue a competitive  
16 solicitation by August 1, 2013, to contract with local jurisdictions  
17 for the use of inmate bed capacity in lieu of prison beds operated by  
18 the state. The department may contract for up to 300 beds statewide to  
19 the extent that it is at no net cost to the department. The contracts  
20 shall be for beds in western Washington and eastern Washington. The  
21 duration of the contracts may be for up to four years. The department  
22 shall not pay a rate greater than \$65 per day for all costs associated  
23 with the offender while in the local correctional facility to include  
24 programming and health care costs, or the equivalent of \$65 per day per  
25 bed including programming and health care costs for full units. The  
26 capacity provided at local correctional facilities must be for  
27 offenders who the department of corrections defines as medium security  
28 offenders. Local jurisdictions must provide health care to offenders  
29 that meet standards set by the department. The department will report  
30 to legislative fiscal committees and the office of financial management  
31 by November 1, 2013, to provide a status update on implementation.

32 (g) The department shall convene a work group to develop health  
33 care cost containment strategies at local jail facilities. The work  
34 group shall identify cost containment strategies in place at the  
35 department and at local jail facilities, identify the costs and  
36 benefits of implementing strategies in jail health-care facilities, and  
37 make recommendations on implementing beneficial strategies. The work  
38 group shall submit a report on its findings and recommendations to the

1 fiscal committees of the legislature by October 1, 2013. The work  
2 group shall include jail administrators, representatives from health  
3 care facilities at the local jail level and the state prisons level,  
4 and other representatives as deemed necessary.

5 (h) \$1,026,000 of the general fund--state appropriation for fiscal  
6 year 2014 and \$781,000 of the general fund--state appropriation for  
7 fiscal year 2015 are provided solely to expand the piloted  
8 risk-needs-responsivity model to include the use of cognitive  
9 behavioral therapy with evidence-based programming at two minimum  
10 security prison facilities and at the Monroe correctional complex.

11 (i) \$24,563,000 of the general fund--state appropriation for fiscal  
12 year 2014 and \$25,606,000 of the general fund--state appropriation for  
13 fiscal year 2015 are provided solely for offender programming.  
14 Pursuant to section 220(1) of this act, the department shall develop  
15 and implement a written comprehensive plan for offender programming  
16 that prioritizes programs which follow the risk-needs-responsivity  
17 model, are evidence-based, and have measurable outcomes. The  
18 department is authorized to discontinue ineffective programs and to  
19 repurpose underspent funds according to the priorities in the written  
20 plan.

21 (j) \$36,000 of the general fund--state appropriation for fiscal  
22 year 2014 and \$36,000 of the general fund--state appropriation for  
23 fiscal year 2015 are provided solely for implementation of Engrossed  
24 Senate Bill No. 5484 (assault in the third-degree). If the bill is not  
25 enacted by June 30, 2013, the amounts provided in this subsection shall  
26 lapse.

27 (k) \$244,000 of the general fund--state appropriation for fiscal  
28 year 2014 is provided solely for the costs incurred by Snohomish county  
29 for *State v. Scherf*.

30 (3) COMMUNITY SUPERVISION

|    |  |               |
|----|--|---------------|
| 31 | General Fund--State Appropriation (FY 2014) . . . . .        | \$129,472,000 |
| 32 | General Fund--State Appropriation (FY 2015) . . . . .        | \$131,102,000 |
| 33 | County Criminal Justice Assistance Account--State . . . . .  | \$1,906,000   |
| 34 | Ignition Interlock Device Revolving Account--State . . . . . | \$2,200,000   |
| 35 | TOTAL APPROPRIATION . . . . .                                | \$264,680,000 |

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

1 (a) \$1,906,000 of the county criminal justice assistance account--  
2 state appropriation and \$2,200,000 of the ignition interlock device  
3 revolving account--state appropriation are provided solely for the  
4 department to contract for additional residential drug offender  
5 sentencing alternative treatment slots. By December 1, 2013, the  
6 department shall provide a report to the appropriate fiscal committees  
7 of the house of representatives and the senate on the use of the  
8 additional treatment slots.

9 (b) \$4,186,000 of the general fund--state appropriation for fiscal  
10 year 2014 and \$6,362,000 of the general fund--state appropriation for  
11 fiscal year 2015 must be expended on evidence-based programs that  
12 follow the risk-needs-responsivity model. The department is authorized  
13 to use up to ten percent of these funds as necessary to secure physical  
14 space as needed to maximize program delivery of evidence-based  
15 treatment to all high-risk, high-need offenders in community  
16 supervision. Funding may be prioritized by the department to any  
17 program recognized as evidence-based for adult offenders by the  
18 Washington state institute for public policy.

19 (c) \$16,513,000 of the general fund--state appropriation for fiscal  
20 year 2014 and \$16,527,000 of the general fund--state appropriation for  
21 fiscal year 2015 are provided solely for offender programming.  
22 Pursuant to section 220 (1) of this act, the department shall develop  
23 and implement a written comprehensive plan for offender programming  
24 that prioritizes programs which follow the risk-needs-responsivity  
25 model, are evidence-based, and have measurable outcomes. The  
26 department is authorized to discontinue ineffective programs and to  
27 repurpose underspent funds according to the priorities in the written  
28 plan.

29 (4) CORRECTIONAL INDUSTRIES

|    |   |              |
|----|---|--------------|
| 30 | General Fund--State Appropriation (FY 2014) . . . . . | \$6,472,000  |
| 31 | General Fund--State Appropriation (FY 2015) . . . . . | \$7,060,000  |
| 32 | TOTAL APPROPRIATION . . . . .                         | \$13,532,000 |

33 The appropriations in this subsection are subject to the following  
34 conditions and limitations: \$2,985,000 of the general fund--state  
35 appropriation for fiscal year 2014 and \$3,583,000 of the general fund--  
36 state appropriation for fiscal year 2015 are provided solely for the  
37 stewardship of McNeil island. The department shall assume  
38 responsibility of all island maintenance excluding site specific

1 maintenance operations for the special commitment center and the Pierce  
2 county secure transitional facility. The department shall as part of  
3 its industries program provide job skills to offenders while providing  
4 the minimum maintenance and preservation necessary for the state to  
5 remain in compliance with the federal deed for McNeil island. The  
6 department shall report on efficiencies and potential cost reductions  
7 to the office of financial management and legislative fiscal committees  
8 by December 15, 2013.

9 (5) INTERAGENCY PAYMENTS

|    |   |              |
|----|---|--------------|
| 10 | General Fund--State Appropriation (FY 2014) . . . . . | \$35,345,000 |
| 11 | General Fund--State Appropriation (FY 2015) . . . . . | \$32,115,000 |
| 12 | TOTAL APPROPRIATION . . . . .                         | \$67,460,000 |

13 The appropriations in this subsection are subject to the following  
14 conditions and limitations: The state prison medical facilities may  
15 use funds appropriated in this subsection to purchase goods and  
16 supplies through hospital or other group purchasing organizations when  
17 it is cost effective to do so.

18 NEW SECTION. **Sec. 221. FOR THE DEPARTMENT OF SERVICES FOR THE**  
19 **BLIND**

|    |   |              |
|----|---|--------------|
| 20 | General Fund--State Appropriation (FY 2014) . . . . . | \$2,242,000  |
| 21 | General Fund--State Appropriation (FY 2015) . . . . . | \$2,202,000  |
| 22 | General Fund--Federal Appropriation . . . . .         | \$21,080,000 |
| 23 | General Fund--Private/Local Appropriation . . . . .   | \$60,000     |
| 24 | TOTAL APPROPRIATION . . . . .                         | \$25,584,000 |

25 NEW SECTION. **Sec. 222. FOR THE EMPLOYMENT SECURITY DEPARTMENT**

|    |   |               |
|----|---|---------------|
| 26 | General Fund--Federal Appropriation . . . . .       | \$270,061,000 |
| 27 | General Fund--Private/Local Appropriation . . . . . | \$34,229,000  |
| 28 | Unemployment Compensation Administration Account--  |               |
| 29 | Federal Appropriation . . . . .                     | \$320,596,000 |
| 30 | Administrative Contingency Account--State           |               |
| 31 | Appropriation . . . . .                             | \$22,771,000  |
| 32 | Employment Service Administrative Account--State    |               |
| 33 | Appropriation . . . . .                             | \$35,851,000  |
| 34 | TOTAL APPROPRIATION . . . . .                       | \$683,508,000 |



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

3 (1) \$12,386,000 of the unemployment compensation administration  
4 account--federal appropriation is from amounts made available to the  
5 state by section 903(g) of the social security act (Reed act). This  
6 amount is provided solely for the replacement of the unemployment  
7 insurance tax information system for the employment security  
8 department. The amounts provided in this subsection are conditioned on  
9 the department satisfying the requirements of the project management  
10 oversight standards and policies established by the office of the chief  
11 information officer.

12 (2) \$3,735,000 of the unemployment compensation account--federal  
13 appropriation is from amounts made available to the state by section  
14 903(g) of the social security act (Reed act). This amount is provided  
15 solely for the replacement of call center technology to improve the  
16 integration of the telephone and computing systems to increase  
17 efficiency and improve customer service.

18 (3) \$182,000 of the employment services administrative account--  
19 state appropriation is provided for costs associated with the second  
20 stage of the review and evaluation of the training benefits program as  
21 directed in section 15(2), chapter 4, Laws of 2011 (unemployment  
22 insurance program). This second stage shall be developed and conducted  
23 by the joint legislative audit and review committee and shall consist  
24 of further work on the process study and net-impact/cost-benefit  
25 analysis components of the evaluation.

26 (4) \$240,000 of the administrative contingency account--state  
27 appropriation is provided solely for the employment security department  
28 to contract with a center for workers in King county. The amount  
29 appropriated in this subsection shall be used by the contracted center  
30 for workers to support initiatives that generate high-skill, high-wage  
31 jobs; improve workforce and training systems; improve service delivery  
32 for dislocated workers; and build alliances with community and  
33 environmental organizations.

34 (5) The department is prohibited from expending amounts  
35 appropriated in this section for implementation of chapter 49.86 RCW.

(End of part)

PART III  
NATURAL RESOURCES

NEW SECTION.   **Sec. 301. FOR THE COLUMBIA RIVER GORGE COMMISSION**

|   |             |
|---|-------------|
| General Fund--State Appropriation (FY 2014) | \$444,000   |
| General Fund--State Appropriation (FY 2015) | \$448,000   |
| General Fund--Federal Appropriation         | \$31,000    |
| General Fund--Private/Local Appropriation   | \$875,000   |
| TOTAL APPROPRIATION                         | \$1,798,000 |

NEW SECTION.   **Sec. 302. FOR THE DEPARTMENT OF ECOLOGY**

|  |               |
|--|---------------|
| General Fund--State Appropriation (FY 2014)  | \$30,854,000  |
| General Fund--State Appropriation (FY 2015)  | \$30,568,000  |
| General Fund--Federal Appropriation  | \$105,314,000 |
| General Fund--Private/Local Appropriation  | \$16,927,000  |
| Reclamation Account--State Appropriation   | \$3,740,000   |
| Flood Control Assistance Account--State Appropriation  | \$1,987,000   |
| State Emergency Water Projects Revolving<br>Account--State Appropriation                         | \$40,000      |
| Waste Reduction/Recycling/Litter Control--State<br>Appropriation                                 | \$9,734,000   |
| State Drought Preparedness Account--State Appropriation  | \$204,000     |
| State and Local Improvements Revolving Account<br>(Water Supply Facilities)--State Appropriation | \$427,000     |
| Aquatic Algae Control Account--State Appropriation   | \$513,000     |
| Water Rights Tracking System Account--State<br>Appropriation                                     | \$46,000      |
| Site Closure Account--State Appropriation  | \$557,000     |
| Wood Stove Education and Enforcement Account--State<br>Appropriation                             | \$613,000     |
| Worker and Community Right-to-Know Account--State<br>Appropriation                               | \$1,703,000   |
| Water Rights Processing Account--State Appropriation   | \$135,000     |
| State Toxics Control Account--State Appropriation  | \$148,333,000 |
| State Toxics Control Account--Private/Local<br>Appropriation                                     | \$980,000     |
| Local Toxics Control Account--State Appropriation  | \$27,337,000  |

|    |   |               |
|----|---|---------------|
| 1  | Water Quality Permit Account--State Appropriation . . . . .     | \$41,039,000  |
| 2  | Underground Storage Tank Account--State Appropriation . . . . . | \$3,353,000   |
| 3  | Biosolids Permit Account--State Appropriation . . . . .         | \$1,850,000   |
| 4  | Hazardous Waste Assistance Account--State                       |               |
| 5  | Appropriation . . . . .   | \$6,046,000   |
| 6  | Air Pollution Control Account--State Appropriation . . . . .    | \$3,130,000   |
| 7  | Oil Spill Prevention Account--State Appropriation . . . . .     | \$5,692,000   |
| 8  | Air Operating Permit Account--State Appropriation . . . . .     | \$3,136,000   |
| 9  | Freshwater Aquatic Weeds Account--State Appropriation . . . . . | \$1,410,000   |
| 10 | Oil Spill Response Account--State Appropriation . . . . .       | \$7,076,000   |
| 11 | Water Pollution Control Revolving Account--State                |               |
| 12 | Appropriation . . . . .   | \$357,000     |
| 13 | Water Pollution Control Revolving Account--Federal              |               |
| 14 | Appropriation . . . . .   | \$1,509,000   |
| 15 | Water Pollution Control Revolving Administration                |               |
| 16 | Account--State Appropriation . . . . .                          | \$1,021,000   |
| 17 | TOTAL APPROPRIATION . . . . .                                   | \$455,631,000 |

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

20       (1) \$170,000 of the oil spill prevention account--state  
21 appropriation is provided solely for a contract with the University of  
22 Washington's sea grant program to continue an educational program  
23 targeted to small spills from commercial fishing vessels, ferries,  
24 cruise ships, ports, and marinas.

25       (2) Pursuant to RCW 43.135.055, the department is authorized to  
26 increase the following fees as necessary to meet the actual costs of  
27 conducting business and the appropriation levels in this section:  
28 Wastewater discharge permit, not more than 4.55 percent in fiscal year  
29 2014 and 4.63 percent in fiscal year 2015; and reasonably available  
30 control technology fee.

31       (3) \$1,981,000 of the state toxics control account--state  
32 appropriation is for the department to provide training regarding the  
33 benefits of low-impact development including, but not limited to, when  
34 the use of low-impact development is appropriate and feasible, and the  
35 design, installation, maintenance, and best practices of low-impact  
36 development. The department will consult with Washington State  
37 University extension low-impact development technical center and others  
38 in the development of the low-impact technical training. As

1 appropriate, the department may contract with the Washington State  
2 University extension low-impact development technical center, private  
3 sector vendors, associations, and others to deliver the technical  
4 training. The training must be provided free of cost to phase I and  
5 phase II permittees and the private development community including  
6 builders, engineers, and other industry professionals. The training  
7 must be sequenced geographically and provided in time for local  
8 jurisdictions to comply with RCW 90.48.260 and 36.70A.130(5). By  
9 August 1, 2013, the department of ecology shall provide the governor  
10 and appropriate legislative committees a plan for how low-impact  
11 development training funds will be spent during fiscal years 2014  
12 through 2017.

13 (4) \$440,000 of the state toxics control account--state  
14 appropriation is provided solely for administering the water pollution  
15 control facilities financial assistance program authorized in chapter  
16 90.50A RCW.

17 (5) \$350,000 of the state toxics control account--state  
18 appropriation is provided solely for the Spokane river regional toxics  
19 task force to support their efforts to address elevated levels of  
20 polychlorinated biphenyls in the Spokane river. Funding will be used  
21 to determine the extent of the cleanup required, implement cleanup  
22 actions to meet applicable water quality standards, and prevent  
23 recontamination.

24 (6) \$516,000 of the state toxics control account--state  
25 appropriation is provided solely for the department to support an  
26 ultrafine particulate study to determine how, if at all, the biomass  
27 cogeneration facilities in Port Townsend and Port Angeles may impact  
28 air quality and the health of citizens in the region.

29 (7) \$65,000 of the water quality permit account--state  
30 appropriation is provided solely for the implementation of Engrossed  
31 Substitute House Bill No. 1245 (derelict and abandoned vessels). If  
32 the bill is not enacted by June 30, 2013, the amount provided in this  
33 subsection shall lapse.

34 NEW SECTION. **Sec. 303. FOR THE STATE PARKS AND RECREATION**  
35 **COMMISSION**

|    |   |              |
|----|---|--------------|
| 36 | General Fund--State Appropriation (FY 2014) . . . . . | \$11,929,000 |
| 37 | General Fund--State Appropriation (FY 2015) . . . . . | \$11,929,000 |

|    |  |               |
|----|--|---------------|
| 1  | General Fund--Federal Appropriation . . . . .                  | \$6,017,000   |
| 2  | Winter Recreation Program Account--State Appropriation . . .   | \$2,065,000   |
| 3  | ORV and Nonhighway Vehicle Account--State Appropriation . . .  | \$215,000     |
| 4  | Snowmobile Account--State Appropriation . . . . .              | \$4,860,000   |
| 5  | Aquatic Lands Enhancement Account--State Appropriation . . . . | \$363,000     |
| 6  | Parks Renewal and Stewardship Account--State                   |               |
| 7  | Appropriation . . . . .  | \$93,298,000  |
| 8  | Parks Renewal and Stewardship Account--Private/Local           |               |
| 9  | Appropriation . . . . .  | \$300,000     |
| 10 | TOTAL APPROPRIATION . . . . .                                  | \$130,976,000 |

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

13 (1) \$79,000 of the general fund--state appropriation for fiscal  
14 year 2014 and \$79,000 of the general fund--state appropriation for  
15 fiscal year 2015 are provided solely for a grant for the operation of  
16 the Northwest weather and avalanche center.

17 (2) Prior to closing any state park, the commission must notify all  
18 affected local governments and relevant nonprofit organizations of the  
19 intended closure and provide an opportunity for the notified local  
20 governments and nonprofit organizations to elect to acquire, or enter  
21 into, a maintenance and operating contract with the commission that  
22 would allow the park to remain open.

23 (3) The commission shall prepare a report on its efforts to  
24 increase revenue from all sources, including the discover pass. The  
25 report shall also include a status update on the fiscal health of the  
26 state parks system, and shall be submitted to the office of financial  
27 management and the appropriate committees of the legislature by October  
28 28, 2013.

29 NEW SECTION. **Sec. 304. FOR THE RECREATION AND CONSERVATION**  
30 **FUNDING BOARD**

|    |  |             |
|----|--|-------------|
| 31 | General Fund--State Appropriation (FY 2014) . . . . .          | \$823,000   |
| 32 | General Fund--State Appropriation (FY 2015) . . . . .          | \$816,000   |
| 33 | General Fund--Federal Appropriation . . . . .                  | \$3,430,000 |
| 34 | General Fund--Private/Local Appropriation . . . . .            | \$24,000    |
| 35 | Aquatic Lands Enhancement Account--State Appropriation . . . . | \$480,000   |
| 36 | Firearms Range Account--State Appropriation . . . . .          | \$37,000    |
| 37 | Recreation Resources Account--State Appropriation . . . . .    | \$3,089,000 |

1 NOVA Program Account--State Appropriation . . . . . \$965,000  
2 TOTAL APPROPRIATION . . . . . \$9,664,000

3 NEW SECTION. **Sec. 305. FOR THE ENVIRONMENTAL AND LAND USE**  
4 **HEARINGS OFFICE**

5 General Fund--State Appropriation (FY 2014) . . . . . \$2,227,000  
6 General Fund--State Appropriation (FY 2015) . . . . . \$2,153,000  
7 TOTAL APPROPRIATION . . . . . \$4,380,000

8 NEW SECTION. **Sec. 306. FOR THE CONSERVATION COMMISSION**

9 General Fund--State Appropriation (FY 2014) . . . . . \$6,841,000  
10 General Fund--State Appropriation (FY 2015) . . . . . \$6,746,000  
11 General Fund--Federal Appropriation . . . . . \$2,301,000  
12 TOTAL APPROPRIATION . . . . . \$15,888,000

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

15 (1) Within the amounts appropriated in this section, the  
16 conservation commission, in consultation with conservation districts,  
17 must submit to the office of financial management and legislative  
18 fiscal committees by December 10, 2013, a report containing proposals  
19 for the consolidation of conservation districts within counties in  
20 which there is more than one district. The report must include details  
21 on the anticipated future savings that would be expected from  
22 consolidating districts starting on July 1, 2014.

23 (2) \$300,000 of the general fund--state appropriation for fiscal  
24 year 2014 and \$246,000 of the general fund--state appropriation for  
25 fiscal year 2015 are provided solely to implement the voluntary  
26 stewardship program in Thurston and Chelan counties. These amounts may  
27 not be used to fund agency indirect and administrative expenses.

28 (3) \$1,000,000 of the general fund--federal appropriation is  
29 provided solely to implement the voluntary stewardship program  
30 statewide. The commission shall place the appropriation in this  
31 subsection in unallotted status, and may not allot any of these funds  
32 until the federal government has provided funding to the commission for  
33 the purpose of implementing the voluntary stewardship program.

34 (4) The conservation commission must evaluate the current system  
35 for the election of conservation district board supervisors and  
36 recommend improvements to ensure the highest degree of public

1 involvement in these elections. The commission must engage with  
 2 stakeholder groups and conservation districts to gather a set of  
 3 options for improvement to district elections, which must include an  
 4 option aligning district elections with state and local general  
 5 elections. The commission must submit a report detailing the options  
 6 to the office of financial management and appropriate committees of the  
 7 legislature by December 10, 2013.

8 NEW SECTION. **Sec. 307. FOR THE DEPARTMENT OF FISH AND WILDLIFE**

|    |  |               |
|----|--|---------------|
| 9  | General Fund--State Appropriation (FY 2014) . . . . .          | \$30,521,000  |
| 10 | General Fund--State Appropriation (FY 2015) . . . . .          | \$29,299,000  |
| 11 | General Fund--Federal Appropriation . . . . .                  | \$107,753,000 |
| 12 | General Fund--Private/Local Appropriation . . . . .            | \$58,890,000  |
| 13 | ORV and Nonhighway Vehicle Account--State Appropriation . . .  | \$399,000     |
| 14 | Aquatic Lands Enhancement Account--State                       |               |
| 15 | Appropriation . . . . .  | \$15,928,000  |
| 16 | Recreational Fisheries Enhancement--State Appropriation . .    | \$2,595,000   |
| 17 | Warm Water Game Fish Account--State Appropriation . . . . .    | \$2,513,000   |
| 18 | Eastern Washington Pheasant Enhancement Account--State         |               |
| 19 | Appropriation . . . . .  | \$849,000     |
| 20 | Aquatic Invasive Species Enforcement Account--State            |               |
| 21 | Appropriation . . . . .  | \$209,000     |
| 22 | Aquatic Invasive Species Prevention Account--State             |               |
| 23 | Appropriation . . . . .  | \$738,000     |
| 24 | State Wildlife Account--State Appropriation . . . . .          | \$103,510,000 |
| 25 | Special Wildlife Account--State Appropriation . . . . .        | \$2,406,000   |
| 26 | Special Wildlife Account--Federal Appropriation . . . . .      | \$500,000     |
| 27 | Special Wildlife Account--Private/Local Appropriation . . .    | \$3,447,000   |
| 28 | Wildlife Rehabilitation Account--State Appropriation . . . . . | \$259,000     |
| 29 | State Toxics Control Account--State Appropriation . . . . .    | \$1,224,000   |
| 30 | Hydraulic Project Approval Account--State Appropriation . . .  | \$674,000     |
| 31 | Regional Fisheries Enhancement Salmonid Recovery               |               |
| 32 | Account--Federal Appropriation . . . . .                       | \$5,001,000   |
| 33 | Oil Spill Prevention Account--State Appropriation . . . . .    | \$918,000     |
| 34 | Oyster Reserve Land Account--State Appropriation . . . . .     | \$774,000     |
| 35 | TOTAL APPROPRIATION . . . . .                                  | \$368,407,000 |

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

1 (1) \$130,000 of the general fund--state appropriation for fiscal  
2 year 2014 and \$130,000 of the general fund--state appropriation for  
3 fiscal year 2015 are provided solely to pay for emergency fire  
4 suppression costs. These amounts may not be used to fund agency  
5 indirect and administrative expenses.

6 (2) Prior to submitting its 2015-2017 biennial operating and  
7 capital budget request related to state fish hatcheries to the office  
8 of financial management, the department shall contract with the  
9 hatchery scientific review group (HSRG) to review this request. This  
10 review shall: (a) Determine if the proposed requests are consistent  
11 with HSRG recommendations; (b) prioritize the components of the  
12 requests based on their contributions to protecting wild salmonid  
13 stocks and meeting the recommendations of the HSRG; and (c) evaluate  
14 whether the proposed requests are being made in the most cost effective  
15 manner. The department shall provide a copy of the HSRG review to the  
16 office of financial management with their agency budget proposal.

17 (3) \$400,000 of the general fund--state appropriation for fiscal  
18 year 2014 and \$400,000 of the general fund--state appropriation for  
19 fiscal year 2015 are provided solely for a state match to support the  
20 Puget Sound nearshore partnership between the department and the U.S.  
21 army corps of engineers.

22 (4) Within the amounts appropriated in this section, the department  
23 shall identify additional opportunities for partnerships in order to  
24 keep fish hatcheries operational. Such partnerships shall aim to  
25 maintain fish production and salmon recovery with less reliance on  
26 state operating funds.

27 (5) During the 2013-2015 fiscal biennium, the department must  
28 retain ownership and continue to occupy the downtown Olympia office  
29 building at 600 Capitol Way.

30 (6) \$1,000,000 of the state wildlife account--state appropriation  
31 is provided solely to the department for resources that serve to  
32 promote and engage nonlethal deterrence methods relating to wolf and  
33 livestock interaction with a priority given to funding cooperative  
34 agreements with livestock producers, and for providing compensation for  
35 injury or loss of livestock caused by wolves as prescribed in chapter  
36 77.36 RCW.

37 (7) \$180,000 of the state wildlife account--state appropriation is



1 provided solely for the department to contract with a community-based  
2 organization to disseminate information about apex predators in the  
3 North Cascades.

4 (8) \$100,000 of the general fund--state appropriation for fiscal  
5 year 2014 and \$100,000 of the general fund--state appropriation for  
6 fiscal year 2015 are provided solely for the transfer of trout from the  
7 Clark's Creek hatchery to the Lakewood hatchery.

8 (9) \$200,000 of the general fund--state appropriation for fiscal  
9 year 2014 and \$200,000 of the general fund--state appropriation for  
10 fiscal year 2015 are provided solely to the department for the  
11 production of Steelhead, Coho, and Chinook at the Clark's Creek  
12 hatchery.

13 (10) \$200,000 of the state wildlife account--state appropriation,  
14 \$50,000 of the general fund--state appropriation for fiscal year 2014,  
15 and \$50,000 of the general fund--state appropriation for fiscal year  
16 2015 are provided solely for the department to increase production of  
17 juvenile fall Chinook on the Cowlitz river. The funds provided may be  
18 used to match or leverage funds from private or public sources for the  
19 same purpose.

20 (11) \$596,000 of the general fund--state appropriation for fiscal  
21 year 2014 and \$596,000 of the general fund--state appropriation for  
22 fiscal year 2015 are provided solely for weed assessments and for  
23 payments in lieu of real property taxes to counties that elect to  
24 receive the payments for department owned game lands within the county.

25 (12) Within the amounts appropriated in this section, the  
26 department must deploy additional wildlife conflict specialists to  
27 provide landowner assistance and address wildlife conflicts, with at  
28 least one additional specialist primarily assigned to each of the  
29 following areas: Administrative region six of the department; Okanogan  
30 and Chelan counties in administrative region two of the department; and  
31 Whatcom and Skagit counties in administrative region four of the  
32 department.

33 (13) \$25,000 of the general fund--state appropriation for fiscal  
34 year 2014 and \$25,000 of the general fund--state appropriation for  
35 fiscal year 2015 are provided solely for implementation of House Bill  
36 No. 1112 (science and public policy). If the bill is not enacted by  
37 June 30, 2013, the amounts provided in this subsection shall lapse.

1 (14) Within the amounts appropriated in this section the department  
 2 shall work with the regional fisheries enhancement groups to identify  
 3 a revenue source or sources capable of providing long-term funding to  
 4 support the community-based salmon restoration work of regional  
 5 fisheries enhancement groups. The department shall work with the  
 6 regional fisheries enhancement group coalition to submit a report to  
 7 the office of financial management and the appropriate legislative  
 8 committees by December 1, 2013, with the outcomes and recommendations.

9 NEW SECTION. **Sec. 308. FOR THE DEPARTMENT OF NATURAL RESOURCES**

|    |   |               |
|----|---|---------------|
| 10 | General Fund--State Appropriation (FY 2014) . . . . .             | \$41,933,000  |
| 11 | General Fund--State Appropriation (FY 2015) . . . . .             | \$44,616,000  |
| 12 | General Fund--Federal Appropriation . . . . .                     | \$26,970,000  |
| 13 | General Fund--Private/Local Appropriation . . . . .               | \$2,372,000   |
| 14 | Forest Development Account--State Appropriation . . . . .         | \$49,132,000  |
| 15 | ORV and Nonhighway Vehicle Account--State Appropriation . . . . . | \$4,501,000   |
| 16 | Surveys and Maps Account--State Appropriation . . . . .           | \$2,173,000   |
| 17 | Aquatic Lands Enhancement Account--State Appropriation . . . . .  | \$584,000     |
| 18 | Resources Management Cost Account--State                          |               |
| 19 | Appropriation . . . . .   | \$114,279,000 |
| 20 | Surface Mining Reclamation Account--State Appropriation . . . . . | \$3,978,000   |
| 21 | Disaster Response Account--State Appropriation . . . . .          | \$5,000,000   |
| 22 | Forest and Fish Support Account--State Appropriation . . . . .    | \$11,760,000  |
| 23 | Aquatic Land Dredged Material Disposal Site                       |               |
| 24 | Account--State Appropriation . . . . .                            | \$843,000     |
| 25 | Natural Resources Conservation Areas Stewardship                  |               |
| 26 | Account--State Appropriation . . . . .                            | \$34,000      |
| 27 | Marine Resources Stewardship Trust Account--State                 |               |
| 28 | Appropriation . . . . .   | \$3,700,000   |
| 29 | State Toxics Control Account--State Appropriation . . . . .       | \$4,028,000   |
| 30 | Forest Practices Application Account--State                       |               |
| 31 | Appropriation . . . . .   | \$1,697,000   |
| 32 | Air Pollution Control Account--State Appropriation . . . . .      | \$786,000     |
| 33 | NOVA Program Account--State Appropriation . . . . .               | \$651,000     |
| 34 | Derelict Vessel Removal Account--State Appropriation . . . . .    | \$1,771,000   |
| 35 | Agricultural College Trust Management Account--State              |               |
| 36 | Appropriation . . . . .   | \$2,716,000   |
| 37 | TOTAL APPROPRIATION . . . . .                                     | \$323,524,000 |

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

3       (1) \$1,389,000 of the general fund--state appropriation for fiscal  
4 year 2014 and \$1,327,000 of the general fund--state appropriation for  
5 fiscal year 2015 are provided solely for deposit into the agricultural  
6 college trust management account and are provided solely to manage  
7 approximately 70,700 acres of Washington State University's  
8 agricultural college trust lands.

9       (2) \$19,099,000 of the general fund--state appropriation for fiscal  
10 year 2014, \$19,099,000 of the general fund--state appropriation for  
11 fiscal year 2015, and \$5,000,000 of the disaster response account--  
12 state appropriation are provided solely for emergency fire suppression.  
13 None of the general fund and disaster response account amounts provided  
14 in this subsection may be used to fund agency indirect and  
15 administrative expenses. Agency indirect and administrative costs  
16 shall be allocated among the agency's remaining accounts and  
17 appropriations. The department of natural resources shall submit a  
18 quarterly report to the office of financial management and the  
19 legislative fiscal committees detailing information on current and  
20 planned expenditures from the disaster response account. This work  
21 shall be done in coordination with the military department.

22       (3) \$5,000,000 of the forest and fish support account--state  
23 appropriation is provided solely for outcome-based, performance  
24 contracts with tribes to participate in the implementation of the  
25 forest practices program. Contracts awarded may only contain indirect  
26 costs set at or below the rate in the contracting tribe's indirect cost  
27 agreement with the federal government. If federal funding for this  
28 purpose is reinstated, the amount provided in this subsection shall  
29 lapse.

30       (4) \$660,000 of the forest and fish support account--state  
31 appropriation is provided solely for outcome-based performance  
32 contracts with nongovernmental organizations to participate in the  
33 implementation of the forest practices program. Contracts awarded may  
34 only contain indirect cost set at or below a rate of eighteen percent.

35       (5) \$717,000 of the forest and fish support account--state  
36 appropriation is provided solely to fund interagency agreements with  
37 the department of ecology and the department of fish and wildlife as  
38 part of the adaptive management process.

1 (6) \$440,000 of the state general fund--state appropriation for  
2 fiscal year 2014 and \$440,000 of the state general fund--state  
3 appropriation for fiscal year 2015 are provided solely for forest work  
4 crews that support correctional camps and are contingent upon  
5 continuing operations of Naselle youth camp.

6 (7) \$2,382,000 of the resource management cost account--state  
7 appropriation is for addressing the growing backlog of expired aquatic  
8 leases and new aquatic lease applications. The department shall  
9 implement a Lean process to improve the lease review process and  
10 further reduce the backlog, and submit a report on its progress in  
11 addressing the backlog and implementation of the Lean process to the  
12 governor and the appropriate committees of the legislature by October  
13 1, 2013.

14 (8) \$1,948,000 of the state toxics control account--state  
15 appropriation is provided solely for the department to pay a portion of  
16 the costs to complete remedial investigation work at Whitmarsh landfill  
17 and Mill site A and perform final-year maintenance of the Olympic view  
18 triangle site in Commencement Bay.

19 (9) \$265,000 of the resources management cost account--state  
20 appropriation is provided solely for implementation of Second  
21 Substitute House Bill No. 1764 (geoduck diver licenses). If the bill  
22 is not enacted by June 30, 2013, the amount provided in this subsection  
23 shall lapse.

24 (10) \$425,000 of the derelict vessel removal account--state  
25 appropriation is provided solely for implementation of Engrossed  
26 Substitute House Bill No. 1245 (derelict and abandoned vessels). If  
27 the bill is not enacted by June 30, 2013, the amount provided in this  
28 subsection shall lapse.

29 (11) \$3,700,000 of the marine resources stewardship trust account--  
30 state appropriation is provided solely for implementation of priority  
31 marine management planning efforts including mapping activities,  
32 ecological assessment, data tools, stakeholder engagement, and all  
33 other work identified in Engrossed Senate Bill No. 5603 (marine  
34 advisory councils) during the 2013-2015 fiscal biennium.

35 **NEW SECTION. Sec. 309. FOR THE DEPARTMENT OF AGRICULTURE**

|    |   |              |
|----|---|--------------|
| 36 | General Fund--State Appropriation (FY 2014) . . . . . | \$15,300,000 |
| 37 | General Fund--State Appropriation (FY 2015) . . . . . | \$15,324,000 |

|   |  |              |
|---|--|--------------|
| 1 | General Fund--Federal Appropriation . . . . .                | \$23,119,000 |
| 2 | General Fund--Private/Local Appropriation . . . . .          | \$192,000    |
| 3 | Aquatic Lands Enhancement Account--State Appropriation . . . | \$2,840,000  |
| 4 | State Toxics Control Account--State Appropriation . . . . .  | \$5,208,000  |
| 5 | Water Quality Permit Account--State Appropriation . . . . .  | \$70,000     |
| 6 | TOTAL APPROPRIATION . . . . .                                | \$62,053,000 |

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

9 (1) \$5,308,445 of the general fund--state appropriation for fiscal  
10 year 2014 and \$5,302,905 of the general fund--state appropriation for  
11 fiscal year 2015 are provided solely for implementing the food  
12 assistance program as defined in RCW 43.23.290.

13 (2) Pursuant to RCW 43.135.055 and 16.57.220, the department is  
14 authorized to institute livestock inspection fees in the 2013-2015  
15 fiscal biennium for calves less than thirty days old.

16 (3) Pursuant to RCW 43.135.055 and 16.36.150, the department is  
17 authorized to establish a fee for the sole purpose of purchasing and  
18 operating a database and any other technology or software needed to  
19 administer animal disease traceability activities for cattle sold or  
20 slaughtered in the state or transported out of the state.

21 (4) Within the amounts appropriated in this section, the department  
22 of agriculture must convene and facilitate a work group with  
23 appropriate stakeholders to review fees supporting programs within the  
24 department that are also supported with state general fund. In  
25 developing strategies to make the program work more self-supporting,  
26 the workgroup will consider, at minimum, the length of time since the  
27 last fee increase, similar fees that exist in neighboring states, and  
28 fee increases that will ensure reasonable competitiveness in the  
29 respective industries. The workgroup must submit a report containing  
30 recommendations that will make each of the fee supported programs  
31 within the department less reliant on state general fund to the office  
32 of financial management and legislative fiscal committees by December  
33 1, 2013.

34 NEW SECTION. **Sec. 310. FOR THE WASHINGTON POLLUTION LIABILITY**  
35 **INSURANCE PROGRAM**

36 Pollution Liability Insurance Program Trust

|    |  |           |
|----|--|-----------|
| 37 | Account--State Appropriation . . . . . | \$988,000 |
|----|--|-----------|

1            NEW SECTION.    **Sec. 311.    FOR THE PUGET SOUND PARTNERSHIP**

|   |  |              |
|---|--|--------------|
| 2 | General Fund--State Appropriation (FY 2014) . . . . .        | \$2,416,000  |
| 3 | General Fund--State Appropriation (FY 2015) . . . . .        | \$2,324,000  |
| 4 | General Fund--Federal Appropriation . . . . .                | \$11,577,000 |
| 5 | Aquatic Lands Enhancement Account--State Appropriation . . . | \$1,920,000  |
| 6 | State Toxics Control Account--State Appropriation . . . . .  | \$677,000    |
| 7 | TOTAL APPROPRIATION . . . . .                                | \$18,914,000 |

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

10           (1) \$788,000 of the aquatic lands enhancement account--state  
11 appropriation is provided solely for coordinating a study of Puget  
12 Sound juvenile steelhead marine survival conducted by the department of  
13 fish and wildlife and based on a study plan developed in cooperation  
14 with federal, tribal, and nongovernmental entities.

15           (2) By October 1, 2014, the Puget Sound partnership shall provide  
16 the governor a single, prioritized list of state agency 2015-2017  
17 capital and operating budget requests related to Puget Sound  
18 restoration.

(End of part)

PART IV  
TRANSPORTATION

NEW SECTION.    **Sec. 401. FOR THE DEPARTMENT OF LICENSING**

|    |  |              |
|----|--|--------------|
| 4  | General Fund--State Appropriation (FY 2014) . . . . .          | \$1,103,000  |
| 5  | General Fund--State Appropriation (FY 2015) . . . . .          | \$1,345,000  |
| 6  | Architects' License Account--State Appropriation . . . . .     | \$903,000    |
| 7  | Professional Engineers' Account--State                         |              |
| 8  | Appropriation . . . . .  | \$3,563,000  |
| 9  | Real Estate Commission Account--State Appropriation . . . . .  | \$9,946,000  |
| 10 | Uniform Commercial Code Account--State                         |              |
| 11 | Appropriation . . . . .  | \$3,157,000  |
| 12 | Real Estate Education Account--State Appropriation . . . . .   | \$276,000    |
| 13 | Real Estate Appraiser Commission Account--State                |              |
| 14 | Appropriation . . . . .  | \$1,705,000  |
| 15 | Business and Professions Account--State                        |              |
| 16 | Appropriation . . . . .  | \$17,483,000 |
| 17 | Funeral and Cemetery Account--State Appropriation . . . . .    | \$5,000      |
| 18 | Landscape Architects Account--State Appropriation . . . . .    | \$4,000      |
| 19 | Appraisal Management Company Account--State                    |              |
| 20 | Appropriation . . . . .  | \$4,000      |
| 21 | Real Estate Research Account--State Appropriation . . . . .    | \$415,000    |
| 22 | Wildlife Account--State Appropriation . . . . .                | \$32,000     |
| 23 | Geologists' Account--State Appropriation . . . . .             | \$52,000     |
| 24 | Derelict Vessel Removal Account--State Appropriation . . . . . | \$31,000     |
| 25 | TOTAL APPROPRIATION . . . . .                                  | \$40,024,000 |

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

28       (1) \$566,000 of the business and professions account--state  
29 appropriation is provided solely for the implementation of Engrossed  
30 Substitute House Bill No. 1552 (scrap metal theft reduction). If the  
31 bill is not enacted by June 30, 2013, the amount provided in this  
32 subsection shall lapse.

33       (2) \$166,000 of the business and professions account--state  
34 appropriation in fiscal year 2014 only is provided solely for the  
35 implementation of Substitute House Bill No. 1779 (esthetics). If the

1 bill is not enacted by June 30, 2013, the amount provided in this  
2 subsection shall lapse.

3 (3) \$592,000 of the business and professions account--state  
4 appropriation is provided solely for the implementation of Substitute  
5 House Bill No. 1822 (debt collection practices). If the bill is not  
6 enacted by June 30, 2013, the amount provided in this subsection shall  
7 lapse.

8 NEW SECTION. **Sec. 402. FOR THE STATE PATROL**

|    |  |               |
|----|--|---------------|
| 9  | General Fund--State Appropriation (FY 2014) . . . . .        | \$34,653,000  |
| 10 | General Fund--State Appropriation (FY 2015) . . . . .        | \$32,592,000  |
| 11 | General Fund--Federal Appropriation . . . . .                | \$16,195,000  |
| 12 | General Fund--Private/Local Appropriation . . . . .          | \$3,020,000   |
| 13 | Death Investigations Account--State Appropriation . . . . .  | \$9,965,000   |
| 14 | County Criminal Justice Assistance Account--State            |               |
| 15 | Appropriation . . . . .                                      | \$3,338,000   |
| 16 | Municipal Criminal Justice Assistance Account--State         |               |
| 17 | Appropriation . . . . .                                      | \$1,354,000   |
| 18 | Fire Service Trust Account--State Appropriation . . . . .    | \$131,000     |
| 19 | Disaster Response Account--State Appropriation . . . . .     | \$8,000,000   |
| 20 | Fire Service Training Account--State Appropriation . . . . . | \$10,104,000  |
| 21 | Aquatic Invasive Species Enforcement Account--State          |               |
| 22 | Appropriation . . . . .                                      | \$54,000      |
| 23 | State Toxics Control Account--State Appropriation . . . . .  | \$517,000     |
| 24 | Fingerprint Identification Account--State                    |               |
| 25 | Appropriation . . . . .                                      | \$13,990,000  |
| 26 | Vehicle License Fraud Account--State Appropriation . . . . . | \$448,000     |
| 27 | TOTAL APPROPRIATION . . . . .                                | \$134,361,000 |

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

30 (1) \$200,000 of the fire service training account--state  
31 appropriation is provided solely for two FTEs in the office of the  
32 state director of fire protection to exclusively review K-12  
33 construction documents for fire and life safety in accordance with the  
34 state building code. It is the intent of this appropriation to provide  
35 these services only to those districts that are located in counties  
36 without qualified review capabilities.



1 (2) \$8,000,000 of the disaster response account--state  
2 appropriation is provided solely for Washington state fire service  
3 resource mobilization costs incurred in response to an emergency or  
4 disaster authorized under RCW 43.43.960 through 43.43.964. The state  
5 patrol shall submit a report quarterly to the office of financial  
6 management and the legislative fiscal committees detailing information  
7 on current and planned expenditures from this account. This work shall  
8 be done in coordination with the military department.

9 (3) \$1,000,000 of the fire service training account--state  
10 appropriation is provided solely for the firefighter apprenticeship  
11 training program.

12 (4) \$3,480,000 of the fingerprint identification account--state  
13 appropriation is provided solely for upgrades to the Washington state  
14 identification system and the Washington crime information center.  
15 Amounts provided in this subsection may not be expended until the  
16 office of the chief information officer approves a plan to move the  
17 Washington state patrol's servers and data center equipment into the  
18 state data center in the 1500 Jefferson building, and the office of the  
19 chief information officer certifies that the Washington state patrol  
20 has begun the move. The amounts provided in this subsection are  
21 conditioned on the department satisfying the requirements of the  
22 project management oversight standards and policies established by the  
23 office of the chief information officer.

24 (5) \$154,000 of the fingerprint identification account--state  
25 appropriation is provided solely for implementation of Substitute House  
26 Bill No. 1612 (firearms offenders). If the bill is not enacted by June  
27 30, 2013, the amount provided in this subsection shall lapse.

28 (6) In accordance with RCW 43.135.055 and 43.43.742, the state  
29 patrol is authorized to increase the following fees in fiscal year 2014  
30 as necessary to meet the actual costs of conducting business and the  
31 appropriation levels in this section: Electronic and paper-based  
32 fingerprint and name and date of birth background checks.

(End of part)

PART V  
EDUCATION

NEW SECTION.    **Sec. 501. FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION**

|   |               |
|---|---------------|
| General Fund--State Appropriation (FY 2014) . . . . . | \$27,336,000  |
| General Fund--State Appropriation (FY 2015) . . . . . | \$26,450,000  |
| General Fund--Federal Appropriation . . . . .         | \$63,862,000  |
| General Fund--Private/Local Appropriation . . . . .   | \$4,005,000   |
| TOTAL APPROPRIATION . . . . .                         | \$121,653,000 |

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

(1) A maximum of \$17,429,000 of the general fund--state appropriation for fiscal year 2014 and \$16,878,000 of the general fund--state appropriation for fiscal year 2015 is for state agency operations.

(a) \$9,102,000 of the general fund--state appropriation for fiscal year 2014 and \$8,944,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for the operation and expenses of the office of the superintendent of public instruction.

(i) Within the amounts provided in this subsection (1)(a), 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.

(ii) Districts shall report to the office of the superintendent of public instruction daily student unexcused absence data by school, using a uniform definition of unexcused absence as established by the superintendent.

(iii) By September of each year, the office of the superintendent of public instruction shall produce an annual status report of the budget provisos in sections 501 and 513 of this act. The status report of each proviso shall include, but not be limited to, the following information: Purpose and objective, number of staff, number of contractors, status of proviso implementation, number of beneficiaries by year, list of beneficiaries, and proviso outcomes and achievements.

1 (iv) The superintendent of public instruction shall update the  
2 program prepared and distributed under RCW 28A.230.150 for the  
3 observation of temperance and good citizenship day to include providing  
4 an opportunity for eligible students to register to vote at school.

5 (b) \$1,017,000 of the general fund--state appropriation for fiscal  
6 year 2014 and \$1,017,000 of the general fund--state appropriation for  
7 fiscal year 2015 are provided solely for activities associated with the  
8 implementation of new school finance systems required by chapter 236,  
9 Laws of 2010 (K-12 education funding) and chapter 548, Laws of 2009  
10 (state's education system), including technical staff, systems  
11 reprogramming, and workgroup deliberations, including the quality  
12 education council and the data governance working group.

13 (c)(i) \$851,000 of the general fund--state appropriation for fiscal  
14 year 2014 and \$851,000 of the general fund--state appropriation for  
15 fiscal year 2015 are provided solely for the operation and expenses of  
16 the state board of education, including basic education assistance  
17 activities.

18 (ii) \$234,000 of the general fund--state appropriation for fiscal  
19 year 2014 and \$234,000 of the general fund--state appropriation for  
20 fiscal year 2015 are provided solely to the state board of education  
21 for implementation of Initiative Measure No. 1240 (charter schools).

22 (d) \$1,494,000 of the general fund--state appropriation for fiscal  
23 year 2014 and \$1,494,000 of the general fund--state appropriation for  
24 fiscal year 2015 are provided solely to the professional educator  
25 standards board for the following:

26 (i) \$1,050,000 in fiscal year 2014 and \$1,050,000 in fiscal year  
27 2015 are for the operation and expenses of the Washington professional  
28 educator standards board;

29 (ii) \$419,000 of the general fund--state appropriation for fiscal  
30 year 2014 and \$419,000 of the general fund--state appropriation for  
31 fiscal year 2015 are for mentor stipends provided through the  
32 alternative routes to certification program administered by the  
33 professional educator standards board, including the pipeline for  
34 paraeducators program and the retooling to teach conditional loan  
35 programs. Funding within this subsection (1)(d)(ii) is also provided  
36 for the recruiting Washington teachers program; and

37 (iii) \$25,000 of the general fund--state appropriation for fiscal  
38 year 2014 and \$25,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for the professional educator  
2 standards board to develop educator interpreter standards and identify  
3 interpreter assessments that are available to school districts.  
4 Interpreter assessments should meet the following criteria: (A)  
5 Include both written assessment and performance assessment; (B) be  
6 offered by a national organization of professional sign language  
7 interpreters and transliterators; and (C) be designed to assess  
8 performance in more than one sign system or sign language. The board  
9 shall establish a performance standard, defining what constitutes a  
10 minimum assessment result, for each educational interpreter assessment  
11 identified. The board shall publicize the standards and assessments  
12 for school district use.

13 (e) \$133,000 of the general fund--state appropriation for fiscal  
14 year 2014 and \$133,000 of the general fund--state appropriation for  
15 fiscal year 2015 are provided solely for the implementation of chapter  
16 240, Laws of 2010, including staffing the office of equity and civil  
17 rights.

18 (f) \$50,000 of the general fund--state appropriation for fiscal  
19 year 2014 and \$50,000 of the general fund--state appropriation for  
20 fiscal year 2015 are provided solely for the ongoing work of the  
21 education opportunity gap oversight and accountability committee.

22 (g) \$45,000 of the general fund--state appropriation for fiscal  
23 year 2014 and \$45,000 of the general fund--state appropriation for  
24 fiscal year 2015 are provided solely for the implementation of chapter  
25 380, Laws of 2009 (enacting the interstate compact on educational  
26 opportunity for military children).

27 (h) \$131,000 of the general fund--state appropriation for fiscal  
28 year 2014 and \$131,000 of the general fund--state appropriation for  
29 fiscal year 2015 are provided solely for the implementation of  
30 Initiative Measure No. 1240 (charter schools).

31 (i) \$1,826,000 of the general fund--state appropriation for fiscal  
32 year 2014 and \$1,802,000 of the general fund--state appropriation for  
33 fiscal year 2015 are provided solely for implementing a comprehensive  
34 data system to include financial, student, and educator data, including  
35 development and maintenance of the comprehensive education data and  
36 research system (CEDARS).

37 (j) \$25,000 of the general fund--state appropriation for fiscal  
38 year 2014 and \$25,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for project citizen, a program  
2 sponsored by the national conference of state legislatures and the  
3 center for civic education to promote participation in government by  
4 middle school students.

5 (k) \$1,500,000 of the general fund--state appropriation for fiscal  
6 year 2014 and \$1,500,000 of the general fund--state appropriation for  
7 fiscal year 2015 are provided solely for collaborative schools for  
8 innovation and success authorized under chapter 53, Laws of 2012. The  
9 office of the superintendent of public instruction shall award \$500,000  
10 per year in funding for each collaborative school for innovation and  
11 success selected for participation in the pilot program during 2012.

12 (l) \$123,000 of the general fund--state appropriation for fiscal  
13 year 2014 and \$123,000 of the general fund--state appropriation for  
14 fiscal year 2015 are provided solely for implementation of chapter 163,  
15 Laws of 2012 (foster care outcomes). The office of the superintendent  
16 of public instruction shall annually report each December on the  
17 implementation of the state's plan of cross-system collaboration to  
18 promote educational stability and improve education outcomes of foster  
19 youth.

20 (m) \$250,000 of the general fund--state appropriation for fiscal  
21 year 2014 and \$250,000 of the general fund--state appropriation for  
22 fiscal year 2015 are provided solely for implementation of chapter 178,  
23 Laws of 2012 (open K-12 education resources).

24 (n) \$93,000 of the general fund--state appropriation for fiscal  
25 year 2014 and \$93,000 of the general fund--state appropriation for  
26 fiscal year 2015 are provided solely for chapter 185, Laws of 2011  
27 (bullying prevention, which requires the office of the superintendent  
28 of public instruction to convene an ongoing workgroup on school  
29 bullying and harassment prevention. Within the amounts provided,  
30 \$140,000 is for youth suicide prevention activities.

31 (o) \$138,000 of the general fund--state appropriation for fiscal  
32 year 2014 is provided solely for implementation of House Bill No. 1336  
33 (troubled youth in school). If the bill is not enacted by June 30,  
34 2013, the amounts provided in this subsection shall lapse.

35 (p) \$118,000 of the general fund--state appropriation for fiscal  
36 year 2014 and \$14,000 of the general fund--state appropriation for  
37 fiscal year 2015 are provided solely for implementation of House Bill

1 No. 1134 (state-tribal education compacts). If the bill is not enacted  
2 by June 30, 2013, the amounts provided in this subsection shall lapse.

3 (q) \$100,000 of the general fund--state appropriation for fiscal  
4 year 2014 and \$100,000 of the general fund--state appropriation for  
5 fiscal year 2015 are provided solely for the office of the  
6 superintendent of public instruction to develop and implement an  
7 outreach and education program to inform school districts and employee  
8 representative organizations of the health insurance plans, premium tax  
9 credits, and out-of-pocket cost subsidies available to individuals who  
10 purchase health plans offered through the Washington health benefit  
11 exchange. The outreach and education program shall be developed in  
12 collaboration with school districts, health care authority, employee  
13 representative organizations, the Washington health benefit exchange,  
14 and other appropriate entities.

15 (r) \$62,000 of the general fund--state appropriation for fiscal  
16 year 2014 and \$62,000 of the general fund--state appropriation for  
17 competitive grants to school districts to increase the capacity of high  
18 schools to offer AP computer science courses. In making grant  
19 allocations, the office of the superintendent of public instruction  
20 must give priority to schools and districts in rural areas, with  
21 substantial enrollment of low-income students, and that do not offer AP  
22 computer science. School districts may apply to receive either or both  
23 of the following grants:

24 (i) A grant to establish partnerships to support computer science  
25 professionals from private industry serving on a voluntary basis as  
26 coinstructors along with a certificated teacher, including via  
27 synchronous video, for AP computer science courses; or

28 (ii) A grant to purchase or upgrade technology and curriculum  
29 needed for AP computer science, as well as provide opportunities for  
30 professional development for classroom teachers to have the requisite  
31 knowledge and skills to teach AP computer science.

32 (s) \$27,000 of the general fund--state appropriation for fiscal  
33 year 2014 is provided solely for implementation of House Bill No. 1556  
34 (cardiac arrest education). If the bill is not enacted by June 30,  
35 2013, the amounts provided in this subsection shall lapse.

36 (t) \$50,000 of the general fund--state appropriation for fiscal  
37 year 2014 is provided solely for the development of recommendations for  
38 funding integrated school nursing and outreach services. The office of

1 the superintendent of public instruction shall collaborate with the  
2 health care authority to develop recommendations for increasing federal  
3 financial participation for providing nursing services in schools with  
4 the goals of integrating nursing and outreach services and supporting  
5 one nurse for every four-hundred fifty students in elementary schools  
6 and one nurse for every seven-hundred fifty students in secondary  
7 schools. The recommendations shall include proposals for funding  
8 training and reimbursement for nurses that provide outreach services to  
9 help eligible students enroll in apple health for kids and other social  
10 services programs. The authority and the office of the superintendent  
11 of public instruction shall provide these recommendations to the  
12 governor and the legislature by December 1, 2013.

13 (u) \$50,000 of the general fund--state appropriation for fiscal  
14 year 2014 is provided solely for the office of the superintendent of  
15 public instruction to contract with an organization to develop a model  
16 plan for evaluating the outcomes of state funded pilot education  
17 programs, including guidelines for standard data that must be gathered  
18 throughout any education pilot program, as well as guidance for data  
19 and evaluation methods depending on the design of the program and the  
20 target population. The contract must also include a provision to  
21 provide guidance for the evaluation of existing pilot programs.

22 (v) \$10,000 of the general fund--state appropriation for fiscal  
23 year 2014 and \$10,000 of the general fund--state appropriation for  
24 fiscal year 2015 are provided solely for the superintendent of public  
25 instruction to convene a committee for the selection and recognition of  
26 Washington innovative schools. The committee shall select and  
27 recognize Washington innovative schools based on the selection criteria  
28 established by the office of the superintendent of public instruction,  
29 in accordance with chapter 202, Laws of 2011 (innovation schools--  
30 recognition) and chapter 260, Laws of 2011 (innovation schools and  
31 zones).

32 (2) \$9,957,000 of the general fund--state appropriation for fiscal  
33 year 2014 and \$9,584,000 of the general fund--state appropriation for  
34 fiscal year 2015 are for statewide programs.

35 (a) HEALTH AND SAFETY

36 (i) \$2,541,000 of the general fund--state appropriation for fiscal  
37 year 2014 and \$2,541,000 of the general fund--state appropriation for  
38 fiscal year 2015 are provided solely for a corps of nurses located at

1 educational service districts, as determined by the superintendent of  
2 public instruction, to be dispatched to the most needy schools to  
3 provide direct care to students, health education, and training for  
4 school staff.

5 (ii) \$135,000 of the general fund--state appropriation for fiscal  
6 year 2014 and \$135,000 of the general fund--state appropriation for  
7 fiscal year 2015 are provided solely for a nonviolence and leadership  
8 training program provided by the institute for community leadership.

9 (b) TECHNOLOGY

10 \$1,221,000 of the general fund--state appropriation for fiscal year  
11 2014 and \$1,221,000 of the general fund--state appropriation for fiscal  
12 year 2015 are provided solely for K-20 telecommunications network  
13 technical support in the K-12 sector to prevent system failures and  
14 avoid interruptions in school utilization of the data processing and  
15 video-conferencing capabilities of the network. These funds may be  
16 used to purchase engineering and advanced technical support for the  
17 network.

18 (c) GRANTS AND ALLOCATIONS

19 (i) \$2,175,000 of the general fund--state appropriation for fiscal  
20 year 2014 and \$2,175,000 of the general fund--state appropriation for  
21 fiscal year 2015 are provided solely for the Washington state achievers  
22 scholarship program. The funds shall be used to support community  
23 involvement officers that recruit, train, and match community volunteer  
24 mentors with students selected as achievers scholars.

25 (ii) \$1,000,000 of the general fund--state appropriation for fiscal  
26 year 2014 and \$1,000,000 of the general fund--state appropriation for  
27 fiscal year 2015 are provided solely for contracting with a college  
28 scholarship organization with expertise in conducting outreach to  
29 students concerning eligibility for the Washington college bound  
30 scholarship consistent with chapter 405, Laws of 2007.

31 (iii) \$337,000 of the general fund--state appropriation for fiscal  
32 year 2014 and \$337,000 of the general fund--state appropriation for  
33 fiscal year 2015 are provided solely for implementation of the building  
34 bridges statewide program for comprehensive dropout prevention,  
35 intervention, and reengagement strategies.

36 (iv) \$135,000 of the general fund--state appropriation for fiscal  
37 year 2014 and \$135,000 of the general fund--state appropriation for



1 fiscal year 2015 are provided solely for dropout prevention programs at  
2 the office of the superintendent of public instruction, including the  
3 jobs for America's graduates (JAG) program.

4 (v) \$2,020,000 of the general fund--state appropriation for fiscal  
5 year 2014 and \$1,647,000 of the general fund--state appropriation for  
6 fiscal year 2015 are provided solely for the implementation of chapter  
7 340, Laws of 2011 and chapter 51, Laws of 2012. This includes the  
8 development and implementation of the Washington kindergarten inventory  
9 of developing skills (WaKIDS).

10 (vi) \$100,000 of the general fund--state appropriation for fiscal  
11 year 2014 and \$100,000 of the general fund--state appropriation for  
12 fiscal year 2015 are provided solely to subsidize advanced placement  
13 exam fees and international baccalaureate class fees and exam fees for  
14 low-income students. To be eligible for the subsidy, a student must be  
15 either enrolled or eligible to participate in the federal free or  
16 reduced price lunch program, and the student must have maximized the  
17 allowable federal contribution. The office of the superintendent of  
18 public instruction shall set the subsidy in an amount so that the  
19 advanced placement exam fee does not exceed \$15.00 and the combined  
20 class and exam fee for the international baccalaureate does not exceed  
21 \$14.50.

22 (vii) \$293,000 of the general fund--state appropriation for fiscal  
23 year 2014 and \$293,000 of the general fund--state appropriation for  
24 fiscal year 2015 are provided solely for the office of the  
25 superintendent of public instruction to support the dissemination of  
26 the navigation 101 curriculum to all districts.

27 **NEW SECTION. Sec. 502. FOR THE SUPERINTENDENT OF PUBLIC**  
28 **INSTRUCTION--FOR GENERAL APPORTIONMENT**

|    |   |                  |
|----|---|------------------|
| 29 | General Fund--State Appropriation (FY 2014) . . . . .         | \$5,445,282,000  |
| 30 | General Fund--State Appropriation (FY 2015) . . . . .         | \$5,735,636,000  |
| 31 | Education Legacy Trust Account--State Appropriation . . . . . | \$25,283,000     |
| 32 | TOTAL APPROPRIATION . . . . .                                 | \$11,206,201,000 |

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

35 (1)(a) Each general fund fiscal year appropriation includes such  
36 funds as are necessary to complete the school year ending in the fiscal  
37 year and for prior fiscal year adjustments.

1 (b) For the 2013-14 and 2014-15 school years, the superintendent  
2 shall allocate general apportionment funding to school districts as  
3 provided in the funding formulas and salary schedules in sections 502  
4 and 503 of this act, excluding (c) of this subsection.

5 (c) From July 1, 2013 to August 31, 2013, the superintendent shall  
6 allocate general apportionment funding to school districts programs as  
7 provided in sections 502 and 503, chapter 50, Laws of 2011 1st sp.  
8 sess., as amended through sections 502 and 503 of the 2013 omnibus  
9 supplemental operating appropriations act.

10 (d) The enrollment of any district shall be the annual average  
11 number of full-time equivalent students and part-time students as  
12 provided in RCW 28A.150.350, enrolled on the fourth day of school in  
13 September and on the first school day of each month October through  
14 June, including students who are in attendance pursuant to RCW  
15 28A.335.160 and 28A.225.250 who do not reside within the servicing  
16 school district. Any school district concluding its basic education  
17 program in May must report the enrollment of the last school day held  
18 in May in lieu of a June enrollment.

19 (2) CERTIFICATED INSTRUCTIONAL STAFF ALLOCATIONS

20 Allocations for certificated instructional staff salaries for the  
21 2013-14 and 2014-15 school years are determined using formula-generated  
22 staff units calculated pursuant to this subsection.

23 (a) Certificated instructional staff units, as defined in RCW  
24 28A.150.410, shall be allocated to reflect the minimum class size  
25 allocations, requirements, and school prototypes assumptions as  
26 provided in RCW 28A.150.260. The superintendent shall make allocations  
27 to school districts based on the district's annual average full-time  
28 equivalent student enrollment in each grade.

29 (b) Additional certificated instructional staff units provided in  
30 this subsection (2) that exceed the minimum requirements in RCW  
31 28A.150.260 are enhancements outside the program of basic education,  
32 except as otherwise provided in this section.

33 (c)(i) The superintendent shall base allocations for each level of  
34 prototypical school on the following regular education average class  
35 size of full-time equivalent students per teacher, except as provided  
36 in (c)(ii) of this subsection:

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General education class size:

| Grade       | RCW 28A.150.260 | 2013-14<br>School Year | 2014-15<br>School Year |
|-------------|-----------------|------------------------|------------------------|
| Grades K-3  | .....           | 23.50                  | 23.50                  |
| Grade 4     | .....           | 27.00                  | 27.00                  |
| Grades 5-6  | .....           | 27.00                  | 27.00                  |
| Grades 7-8  | .....           | 28.53                  | 28.53                  |
| Grades 9-12 | .....           | 28.74                  | 28.74                  |

The superintendent shall base allocations for career and technical education (CTE) and skill center programs average class size as provided in RCW 28A.150.260.

(ii) For each level of prototypical school at which more than fifty percent of the students were eligible for free and reduced-price meals in the prior school year, the superintendent shall allocate funding based on the following average class size of full-time equivalent students per teacher:

| General education class size in high poverty school: |       | 2013-14<br>School Year | 2014-15<br>School Year |
|--|-------|------------------------|------------------------|
| Grades K-3   | ..... | 21.76                  | 21.76                  |
| Grade 4  | ..... | 27.00                  | 27.00                  |
| Grades 5-6   | ..... | 27.00                  | 27.00                  |
| Grades 7-8   | ..... | 28.53                  | 28.53                  |
| Grades 9-12  | ..... | 28.74                  | 28.74                  |

(iii) Pursuant to RCW 28A.150.260(4)(a), the assumed teacher planning period, expressed as a percentage of a teacher work day, is 13.42 percent in grades K-6, and 16.67 percent in grades 7-12; and

(iv) Laboratory science, advanced placement, and international baccalaureate courses are funded at the same class size assumptions as general education schools in the same grade; and

1 (d)(i) Funding for teacher librarians, school nurses, social  
2 workers, school psychologists, and guidance counselors is allocated  
3 based on the school prototypes as provided in RCW 28A.150.260 and is  
4 considered certificated instructional staff, except as provided in  
5 (d)(ii) of this subsection.

6 (ii) Students in approved career and technical education and skill  
7 center programs generate certificated instructional staff units to  
8 provide for the services of teacher librarians, school nurses, social  
9 workers, school psychologists, and guidance counselors at the following  
10 combined rate per 1000 students:

11 Career and Technical Education

|                                    |                             |
|------------------------------------|-----------------------------|
| 12 students . . . . .              | 2.02 per 1000 student FTE's |
| 13 Skill Center students . . . . . | 2.36 per 1000 student FTE's |

14 (3) ADMINISTRATIVE STAFF ALLOCATIONS

15 (a) Allocations for school building-level certificated  
16 administrative staff salaries for the 2013-14 and 2014-15 school years  
17 for general education students are determined using the formula  
18 generated staff units calculated pursuant to this subsection. The  
19 superintendent shall make allocations to school districts based on the  
20 district's annual average full-time equivalent enrollment in each  
21 grade. The following prototypical school values shall determine the  
22 allocation for principals, assistance principals, and other  
23 certificated building level administrators:

24

25 Prototypical School Building:

|                      |       |
|----------------------|-------|
| 26 Elementary School | 1.253 |
| 27 Middle School     | 1.353 |
| 28 High School       | 1.880 |

29 (b) Students in approved career and technical education and skill  
30 center programs generate certificated school building-level  
31 administrator staff units at per student rates that are a multiple of  
32 the general education rate in (a) of this subsection by the following  
33 factors: Career and Technical Education students . . . . . 1.025  
34 Skill Center students . . . . . 1.198

1 (4) CLASSIFIED STAFF ALLOCATIONS

2 Allocations for classified staff units providing school building-  
3 level and district-wide support services for the 2013-14 and 2014-15  
4 school years are determined using the formula-generated staff units  
5 provided in RCW 28A.150.260, and adjusted based on each district's  
6 annual average full-time equivalent student enrollment in each grade.

7 (5) CENTRAL OFFICE ALLOCATIONS

8 In addition to classified and administrative staff units allocated  
9 in subsections (3) and (4) of this section, classified and  
10 administrative staff units are provided for the 2013-14 and 2014-15  
11 school year for the central office administrative costs of operating a  
12 school district, at the following rates:

13 (a) The total central office staff units provided in this  
14 subsection (5) are calculated by first multiplying the total number of  
15 eligible certificated instructional, certificated administrative, and  
16 classified staff units providing school-based or district-wide support  
17 services, as identified in RCW 28A.150.260(6)(b), by 5.3 percent.

18 (b) Of the central office staff units calculated in (a) of this  
19 subsection, 74.53 percent are allocated as classified staff units, as  
20 generated in subsection (4) of this section, and 25.47 percent shall be  
21 allocated as administrative staff units, as generated in subsection (3)  
22 of this section.

23 (c) Staff units generated as enhancements outside the program of  
24 basic education to the minimum requirements of RCW 28A.150.260, and  
25 staff units generated by skill center and career-technical students,  
26 are excluded from the total central office staff units calculation in  
27 (a) of this subsection.

28 (d) For students in approved career-technical and skill center  
29 programs, central office classified units are allocated at the same  
30 staff unit per student rate as those generated for general education  
31 students of the same grade in this subsection (5), and central office  
32 administrative staff units are allocated at staff unit per student  
33 rates that exceed the general education rate established for students  
34 in the same grade in this subsection (5) by 1.97 percent in the 2013-14  
35 school year and 1.97 percent in the 2014-15 school year for career and  
36 technical education students, and 21.92 percent in the 2013-14 school  
37 year and 21.92 percent in the 2014-15 school year for skill center  
38 students.

1 (6) FRINGE BENEFIT ALLOCATIONS

2 Fringe benefit allocations shall be calculated at a rate of 18.68  
3 percent in the 2013-14 school year and 18.68 percent in the 2014-15  
4 school year for certificated salary allocations provided under  
5 subsections (2), (3), and (5) of this section, and a rate of 20.95  
6 percent in the 2013-14 school year and 20.95 percent in the 2014-15  
7 school year for classified salary allocations provided under  
8 subsections (4) and (5) of this section.

9 (7) INSURANCE BENEFIT ALLOCATIONS

10 Insurance benefit allocations shall be calculated at the  
11 maintenance rate specified in section 504 of this act, based on the  
12 number of benefit units determined as follows:

13 (a) The number of certificated staff units determined in  
14 subsections (2), (3), and (5) of this section; and

15 (b) The number of classified staff units determined in subsections  
16 (4) and (5) of this section multiplied by 1.152. This factor is  
17 intended to adjust allocations so that, for the purposes of  
18 distributing insurance benefits, full-time equivalent classified  
19 employees may be calculated on the basis of 1440 hours of work per  
20 year, with no individual employee counted as more than one full-time  
21 equivalent.

22 (8) MATERIALS, SUPPLIES, AND OPERATING COSTS (MSOC) ALLOCATIONS

23 Funding is allocated per annual average full-time equivalent  
24 student for the materials, supplies, and operating costs (MSOC)  
25 incurred by school districts, consistent with the requirements of RCW  
26 28A.150.260.

27 (a) MSOC funding for general education students are allocated at  
28 the following per student rates:

29 MSOC RATES/STUDENT FTE

30

| 31 MSOC Component | 2013-14     | 2014-15     |
|-------------------|-------------|-------------|
|                   | SCHOOL YEAR | SCHOOL YEAR |
| 34 Technology     | \$82.43     | \$83.83     |

|   |   |          |          |
|---|---|----------|----------|
| 1 | Utilities and Insurance                                 | \$223.98 | \$227.78 |
| 2 | Curriculum and Textbooks                                | \$88.50  | \$90.01  |
| 3 | Other Supplies and Library Materials                    | \$187.89 | \$191.08 |
| 4 | Instructional Professional Development for Certificated |          |          |
| 5 | and Classified Staff                                    | \$13.69  | \$13.92  |
| 6 | Facilities Maintenance                                  | \$110.96 | \$112.84 |
| 7 | Security and Central Office                             | \$76.86  | \$78.18  |
| 8 | TOTAL BASIC EDUCATION MSOC/STUDENT FTE                  | \$784.31 | \$797.64 |

9 (b) Students in approved skill center programs generate per student  
10 FTE MSOC allocations of \$1,249.17 for the 2013-14 school year and  
11 \$1,270.41 for the 2014-15 school year.

12 (c) Students in approved exploratory and preparatory career and  
13 technical education programs generate a per student MSOC allocation of  
14 \$1,249.17 for the 2013-14 school year and \$1,270.41 for the 2014-15  
15 school year.

16 (d) Students in laboratory science courses generate per student FTE  
17 MSOC allocations which equal the per student FTE rate for general  
18 education students established in (a) of this subsection.

19 (9) SUBSTITUTE TEACHER ALLOCATIONS

20 For the 2013-14 and 2014-15 school years, funding for substitute  
21 costs for classroom teachers is based on four (4) funded substitute  
22 days per classroom teacher unit generated under subsection (2) of this  
23 section, at a daily substitute rate of \$151.86.

24 (10) ALTERNATIVE LEARNING EXPERIENCE PROGRAM FUNDING

25 (a) Amounts provided in this section from July 1, 2013, to August  
26 31, 2013, are adjusted to reflect provisions of chapter 34, Laws of  
27 2011 1st sp. sess. (allocation of funding for funding for students  
28 enrolled in alternative learning experiences).

29 (b) Amounts provided in this section beginning September 1, 2013,  
30 are adjusted to reflect 2013 legislation that modifies alternative  
31 learning experience courses.

32 (c) The superintendent of public instruction shall require all  
33 districts receiving general apportionment funding for alternative  
34 learning experience (ALE) programs as defined in WAC 392-121-182 to  
35 provide separate financial accounting of expenditures for the ALE  
36 programs offered in district or with a provider, including but not

1 limited to private companies and multidistrict cooperatives, as well as  
2 accurate, monthly headcount and FTE enrollment claimed for basic  
3 education, including separate counts of resident and nonresident  
4 students.

5 (11) VOLUNTARY FULL DAY KINDERGARTEN PROGRAMS

6 Funding in this section is sufficient to fund voluntary full day  
7 kindergarten programs in qualifying high poverty schools, pursuant to  
8 RCW 28A.150.220 and 28A.150.315. Each kindergarten student who enrolls  
9 for the voluntary full-day program in a qualifying school shall count  
10 as one-half of one full-time equivalent student for purpose of making  
11 allocations under this section. Funding in this section provides full-  
12 day kindergarten programs for 48.0 percent of kindergarten enrollment  
13 in the 2013-14 school year and 48.0 percent in the 2014-15 school year.

14 (12) ADDITIONAL FUNDING FOR SMALL SCHOOL DISTRICTS AND REMOTE AND  
15 NECESSARY PLANTS

16 For small school districts and remote and necessary school plants  
17 within any district which have been judged to be remote and necessary  
18 by the superintendent of public instruction, additional staff units are  
19 provided to ensure a minimum level of staffing support. Additional  
20 administrative and certificated instructional staff units provided to  
21 districts in this subsection shall be reduced by the general education  
22 staff units, excluding career and technical education and skills center  
23 enhancement units, otherwise provided in subsections (2) through (5) of  
24 this section on a per district basis.

25 (a) For districts enrolling not more than twenty-five average  
26 annual full-time equivalent students in grades K-8, and for small  
27 school plants within any school district which have been judged to be  
28 remote and necessary by the superintendent of public instruction and  
29 enroll not more than twenty-five average annual full-time equivalent  
30 students in grades K-8:

31 (i) For those enrolling no students in grades 7 and 8, 1.76  
32 certificated instructional staff units and 0.24 certificated  
33 administrative staff units for enrollment of not more than five  
34 students, plus one-twentieth of a certificated instructional staff unit  
35 for each additional student enrolled; and

36 (ii) For those enrolling students in grades 7 or 8, 1.68  
37 certificated instructional staff units and 0.32 certificated



1 administrative staff units for enrollment of not more than five  
2 students, plus one-tenth of a certificated instructional staff unit for  
3 each additional student enrolled;

4 (b) For specified enrollments in districts enrolling more than  
5 twenty-five but not more than one hundred average annual full-time  
6 equivalent students in grades K-8, and for small school plants within  
7 any school district which enroll more than twenty-five average annual  
8 full-time equivalent students in grades K-8 and have been judged to be  
9 remote and necessary by the superintendent of public instruction:

10 (i) For enrollment of up to sixty annual average full-time  
11 equivalent students in grades K-6, 2.76 certificated instructional  
12 staff units and 0.24 certificated administrative staff units; and

13 (ii) For enrollment of up to twenty annual average full-time  
14 equivalent students in grades 7 and 8, 0.92 certificated instructional  
15 staff units and 0.08 certificated administrative staff units;

16 (c) For districts operating no more than two high schools with  
17 enrollments of less than three hundred average annual full-time  
18 equivalent students, for enrollment in grades 9-12 in each such school,  
19 other than alternative schools, except as noted in this subsection:

20 (i) For remote and necessary schools enrolling students in any  
21 grades 9-12 but no more than twenty-five average annual full-time  
22 equivalent students in grades K-12, four and one-half certificated  
23 instructional staff units and one-quarter of a certificated  
24 administrative staff unit;

25 (ii) For all other small high schools under this subsection, nine  
26 certificated instructional staff units and one-half of a certificated  
27 administrative staff unit for the first sixty average annual full-time  
28 equivalent students, and additional staff units based on a ratio of  
29 0.8732 certificated instructional staff units and 0.1268 certificated  
30 administrative staff units per each additional forty-three and one-half  
31 average annual full-time equivalent students;

32 (iii) Districts receiving staff units under this subsection shall  
33 add students enrolled in a district alternative high school and any  
34 grades nine through twelve alternative learning experience programs  
35 with the small high school enrollment for calculations under this  
36 subsection;

37 (d) For each nonhigh school district having an enrollment of more  
38 than seventy annual average full-time equivalent students and less than

1 one hundred eighty students, operating a grades K-8 program or a grades  
2 1-8 program, an additional one-half of a certificated instructional  
3 staff unit;

4 (e) For each nonhigh school district having an enrollment of more  
5 than fifty annual average full-time equivalent students and less than  
6 one hundred eighty students, operating a grades K-6 program or a grades  
7 1-6 program, an additional one-half of a certificated instructional  
8 staff unit;

9 (f)(i) For enrollments generating certificated staff unit  
10 allocations under (a) through (e) of this subsection, one classified  
11 staff unit for each 2.94 certificated staff units allocated under such  
12 subsections;

13 (ii) For each nonhigh school district with an enrollment of more  
14 than fifty annual average full-time equivalent students and less than  
15 one hundred eighty students, an additional one-half of a classified  
16 staff unit; and

17 (g) School districts receiving additional staff units to support  
18 small student enrollments and remote and necessary plants under this  
19 subsection (12) shall generate additional MSOC allocations consistent  
20 with the nonemployee related costs (NERC) allocation formula in place  
21 for the 2010-11 school year as provided section 502, chapter 37, Laws  
22 of 2010 1st sp. sess. (2010 supplemental budget), adjusted annually for  
23 inflation.

24 (13) Any school district board of directors may petition the  
25 superintendent of public instruction by submission of a resolution  
26 adopted in a public meeting to reduce or delay any portion of its basic  
27 education allocation for any school year. The superintendent of public  
28 instruction shall approve such reduction or delay if it does not impair  
29 the district's financial condition. Any delay shall not be for more  
30 than two school years. Any reduction or delay shall have no impact on  
31 levy authority pursuant to RCW 84.52.0531 and local effort assistance  
32 pursuant to chapter 28A.500 RCW.

33 (14) The superintendent may distribute funding for the following  
34 programs outside the basic education formula during fiscal years 2014  
35 and 2015 as follows:

36 (a) \$607,000 of the general fund--state appropriation for fiscal  
37 year 2014 and \$617,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for fire protection for school  
2 districts located in a fire protection district as now or hereafter  
3 established pursuant to chapter 52.04 RCW.

4 (b) \$436,000 of the general fund--state appropriation for fiscal  
5 year 2014 and \$436,000 of the general fund--state appropriation for  
6 fiscal year 2015 are provided solely for programs providing skills  
7 training for secondary students who are enrolled in extended day  
8 school-to-work programs, as approved by the superintendent of public  
9 instruction. The funds shall be allocated at a rate not to exceed \$500  
10 per full-time equivalent student enrolled in those programs.

11 (15) \$214,000 of the general fund--state appropriation for fiscal  
12 year 2014 and \$218,000 of the general fund--state appropriation for  
13 fiscal year 2015 are provided solely for school district emergencies as  
14 certified by the superintendent of public instruction. At the close of  
15 the fiscal year the superintendent of public instruction shall report  
16 to the office of financial management and the appropriate fiscal  
17 committees of the legislature on the allocations provided to districts  
18 and the nature of the emergency.

19 (16) Funding in this section is sufficient to fund a maximum of  
20 1.6 FTE enrollment for skills center students pursuant to chapter 463,  
21 Laws of 2007.

22 (17) Students participating in running start programs may be funded  
23 up to a combined maximum enrollment of 1.2 FTE including school  
24 district and institution of higher education enrollment. In  
25 calculating the combined 1.2 FTE, the office of the superintendent of  
26 public instruction may average the participating student's September  
27 through June enrollment to account for differences in the start and end  
28 dates for courses provided by the high school and higher education  
29 institution. Additionally, the office of the superintendent of public  
30 instruction, in consultation with the state board for community and  
31 technical colleges, the higher education coordinating board, and the  
32 education data center, shall annually track and report to the fiscal  
33 committees of the legislature on the combined FTE experience of  
34 students participating in the running start program, including course  
35 load analyses at both the high school and community and technical  
36 college system.

37 (18) If two or more school districts consolidate and each district

1 was receiving additional basic education formula staff units pursuant  
2 to subsection (12) of this section, the following apply:

3 (a) For three school years following consolidation, the number of  
4 basic education formula staff units shall not be less than the number  
5 of basic education formula staff units received by the districts in the  
6 school year prior to the consolidation; and

7 (b) For the fourth through eighth school years following  
8 consolidation, the difference between the basic education formula staff  
9 units received by the districts for the school year prior to  
10 consolidation and the basic education formula staff units after  
11 consolidation pursuant to subsection (12) of this section shall be  
12 reduced in increments of twenty percent per year.

13 (19)(a) Indirect cost charges by a school district to approved  
14 career and technical education middle and secondary programs shall not  
15 exceed ten percent of the combined basic education and career and  
16 technical education program enhancement allocations of state funds.  
17 Middle and secondary career and technical education programs are  
18 considered separate programs for funding and financial reporting  
19 purposes under this section.

20 (b) Career and technical education program full-time equivalent  
21 enrollment shall be reported on the same monthly basis as the  
22 enrollment for students eligible for basic support, and payments shall  
23 be adjusted for reported career and technical education program  
24 enrollments on the same monthly basis as those adjustments for  
25 enrollment for students eligible for basic support.

26 NEW SECTION. **Sec. 503. FOR THE SUPERINTENDENT OF PUBLIC**  
27 **INSTRUCTION--BASIC EDUCATION EMPLOYEE COMPENSATION**

28 (1) The following calculations determine the salaries used in the  
29 state allocations for certificated instructional, certificated  
30 administrative, and classified staff units as provided in RCW  
31 28A.150.280 and under section 502 of this act:

32 (a) Salary allocations for certificated instructional staff units  
33 are 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 are determined based on  
3 the district's certificated administrative and classified salary  
4 allocation 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 June 1, 2013 at 08:06 hours; and

10 (b) "LEAP Document 2" means the school year salary allocations for  
11 certificated administrative staff and classified staff and derived and  
12 total base salaries for certificated instructional staff as developed  
13 by the legislative evaluation and accountability program committee on  
14 June 1, 2013 at 01:29 hours.

15 (3) Incremental fringe benefit factors are applied to salary  
16 adjustments at a rate of 18.04 percent for school year 2013-14 and  
17 18.04 percent for school year 2014-15 for certificated instructional  
18 and certificated administrative staff and 17.45 percent for school year  
19 2013-14 and 17.45 percent for the 2014-15 school year for classified  
20 staff.

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 Table Of Total Base Salaries For Certificated Instructional Staff For School Year 2013-14

26 \*\*\* Education Experience \*\*\*

| 27 | Years   | MA+90  |        |        |        |        |        |        |        |        |
|----|---------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| 28 | of      | OR     |        |        |        |        |        |        |        |        |
| 29 | Service | BA     | BA+15  | BA+30  | BA+45  | BA+90  | BA+135 | MA     | MA+45  | Ph.D.  |
| 30 | 0       | 34,048 | 34,968 | 35,920 | 36,875 | 39,939 | 41,913 | 40,820 | 43,885 | 45,860 |
| 31 | 1       | 34,506 | 35,439 | 36,403 | 37,400 | 40,496 | 42,459 | 41,274 | 44,370 | 46,332 |
| 32 | 2       | 34,943 | 35,884 | 36,859 | 37,933 | 41,020 | 43,004 | 41,731 | 44,818 | 46,802 |
| 33 | 3       | 35,393 | 36,343 | 37,329 | 38,437 | 41,518 | 43,549 | 42,164 | 45,243 | 47,276 |
| 34 | 4       | 35,834 | 36,826 | 37,818 | 38,964 | 42,064 | 44,110 | 42,618 | 45,718 | 47,765 |
| 35 | 5       | 36,290 | 37,287 | 38,288 | 39,498 | 42,586 | 44,673 | 43,080 | 46,169 | 48,256 |

|    |       |        |        |        |        |        |        |        |        |        |
|----|-------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| 1  | 6     | 36,759 | 37,734 | 38,769 | 40,039 | 43,113 | 45,211 | 43,552 | 46,626 | 48,723 |
| 2  | 7     | 37,582 | 38,572 | 39,621 | 40,960 | 44,079 | 46,235 | 44,438 | 47,556 | 49,713 |
| 3  | 8     | 38,787 | 39,831 | 40,905 | 42,355 | 45,516 | 47,751 | 45,832 | 48,994 | 51,228 |
| 4  | 9     |        | 41,135 | 42,262 | 43,765 | 46,999 | 49,310 | 47,241 | 50,477 | 52,788 |
| 5  | 10    |        |        | 43,635 | 45,247 | 48,524 | 50,913 | 48,724 | 52,003 | 54,390 |
| 6  | 11    |        |        |        | 46,772 | 50,121 | 52,557 | 50,249 | 53,599 | 56,034 |
| 7  | 12    |        |        |        | 48,249 | 51,761 | 54,269 | 51,835 | 55,238 | 57,748 |
| 8  | 13    |        |        |        |        | 53,440 | 56,024 | 53,476 | 56,918 | 59,501 |
| 9  | 14    |        |        |        |        | 55,128 | 57,844 | 55,165 | 58,716 | 61,322 |
| 10 | 15    |        |        |        |        | 56,563 | 59,349 | 56,599 | 60,242 | 62,917 |
| 11 | 16 or |        |        |        |        | 57,693 | 60,535 | 57,731 | 61,447 | 64,174 |
| 12 | more  |        |        |        |        |        |        |        |        |        |

13

Table Of Total Base Salaries For Certificated Instructional Staff For School Year 2014-15

\*\*\* Education Experience \*\*\*

| 16 | Years   |        |        |        |        |        |        |        |        |        | MA+90 |
|----|---------|--------|--------|--------|--------|--------|--------|--------|--------|--------|-------|
| 17 | of      |        |        |        |        |        |        |        |        |        | OR    |
| 18 | Service | BA     | BA+15  | BA+30  | BA+45  | BA+90  | BA+135 | MA     | MA+45  | Ph.D.  |       |
| 19 | 0       | 34,048 | 34,968 | 35,920 | 36,875 | 39,939 | 41,913 | 40,820 | 43,885 | 45,860 |       |
| 20 | 1       | 34,506 | 35,439 | 36,403 | 37,400 | 40,496 | 42,459 | 41,274 | 44,370 | 46,332 |       |
| 21 | 2       | 34,943 | 35,884 | 36,859 | 37,933 | 41,020 | 43,004 | 41,731 | 44,818 | 46,802 |       |
| 22 | 3       | 35,393 | 36,343 | 37,329 | 38,437 | 41,518 | 43,549 | 42,164 | 45,243 | 47,276 |       |
| 23 | 4       | 35,834 | 36,826 | 37,818 | 38,964 | 42,064 | 44,110 | 42,618 | 45,718 | 47,765 |       |
| 24 | 5       | 36,290 | 37,287 | 38,288 | 39,498 | 42,586 | 44,673 | 43,080 | 46,169 | 48,256 |       |
| 25 | 6       | 36,759 | 37,734 | 38,769 | 40,039 | 43,113 | 45,211 | 43,552 | 46,626 | 48,723 |       |
| 26 | 7       | 37,582 | 38,572 | 39,621 | 40,960 | 44,079 | 46,235 | 44,438 | 47,556 | 49,713 |       |
| 27 | 8       | 38,787 | 39,831 | 40,905 | 42,355 | 45,516 | 47,751 | 45,832 | 48,994 | 51,228 |       |
| 28 | 9       |        | 41,135 | 42,262 | 43,765 | 46,999 | 49,310 | 47,241 | 50,477 | 52,788 |       |
| 29 | 10      |        |        | 43,635 | 45,247 | 48,524 | 50,913 | 48,724 | 52,003 | 54,390 |       |
| 30 | 11      |        |        |        | 46,772 | 50,121 | 52,557 | 50,249 | 53,599 | 56,034 |       |
| 31 | 12      |        |        |        | 48,249 | 51,761 | 54,269 | 51,835 | 55,238 | 57,748 |       |
| 32 | 13      |        |        |        |        | 53,440 | 56,024 | 53,476 | 56,918 | 59,501 |       |
| 33 | 14      |        |        |        |        | 55,128 | 57,844 | 55,165 | 58,716 | 61,322 |       |
| 34 | 15      |        |        |        |        | 56,563 | 59,349 | 56,599 | 60,242 | 62,917 |       |

1           16 or                                   57,693    60,535    57,731    61,447    64,174  
2           more

3           (b) As used in this subsection, the column headings "BA+(N)" refer  
4 to the number of credits earned since receiving the baccalaureate  
5 degree.

6           (c) For credits earned after the baccalaureate degree but before  
7 the masters degree, any credits in excess of forty-five credits may be  
8 counted after the masters degree. Thus, as used in this subsection,  
9 the column headings "MA+(N)" refer to the total of:

- 10           (i) Credits earned since receiving the masters degree; and  
11           (ii) Any credits in excess of forty-five credits that were earned  
12 after the baccalaureate degree but before the masters degree.

13           (5) For the purposes of this section:

14           (a) "BA" means a baccalaureate degree.

15           (b) "MA" means a masters degree.

16           (c) "PHD" means a doctorate degree.

17           (d) "Years of service" shall be calculated under the same rules  
18 adopted by the superintendent of public instruction.

19           (e) "Credits" means college quarter hour credits and equivalent in-  
20 service credits computed in accordance with RCW 28A.415.020 and  
21 28A.415.023.

22           (6) No more than ninety college quarter-hour credits received by  
23 any employee after the baccalaureate degree may be used to determine  
24 compensation allocations under the state salary allocation schedule and  
25 LEAP documents referenced in this part V, or any replacement schedules  
26 and documents, unless:

27           (a) The employee has a masters degree; or

28           (b) The credits were used in generating state salary allocations  
29 before January 1, 1992.

30           (7) The salary allocation schedules established in this section are  
31 for allocation purposes only except as provided in RCW 28A.400.200(2).

32           **NEW SECTION. Sec. 504. FOR THE SUPERINTENDENT OF PUBLIC**  
33 **INSTRUCTION--FOR SCHOOL EMPLOYEE COMPENSATION ADJUSTMENTS**

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

1 (1)(a) Additional salary adjustments as necessary to fund the base  
2 salaries for certificated instructional staff as listed for each  
3 district in LEAP Document 2, defined in section 503(2)(b) of this act.  
4 Allocations for these salary adjustments shall be provided to all  
5 districts that are not grandfathered to receive salary allocations  
6 above the statewide salary allocation schedule, and to certain  
7 grandfathered districts to the extent necessary to ensure that salary  
8 allocations for districts that are currently grandfathered do not fall  
9 below the statewide salary allocation schedule.

10 (b) Additional salary adjustments to certain districts as necessary  
11 to fund the per full-time-equivalent salary allocations for  
12 certificated administrative staff as listed for each district in LEAP  
13 Document 2, defined in section 503(2)(b) of this act.

14 (c) Additional salary adjustments to certain districts as necessary  
15 to fund the per full-time-equivalent salary allocations for classified  
16 staff as listed for each district in LEAP Document 2, defined in  
17 section 503(2)(b) of this act.

18 (d) The appropriations in this subsection (1) include associated  
19 incremental fringe benefit allocations at 18.04 percent for the 2013-14  
20 school year and 18.04 percent for the 2014-15 school year for  
21 certificated instructional and certificated administrative staff and  
22 17.45 percent for the 2013-14 school year and 17.45 percent for the  
23 2014-15 school year for classified staff.

24 (e) The appropriations in this section include the increased or  
25 decreased portion of salaries and incremental fringe benefits for all  
26 relevant state-funded school programs in part V of this act. Changes  
27 for general apportionment (basic education) are based on the salary  
28 allocation schedules and methodology in sections 502 and 503 of this  
29 act. Changes for special education result from changes in each  
30 district's basic education allocation per student. Changes for  
31 educational service districts and institutional education programs are  
32 determined by the superintendent of public instruction using the  
33 methodology for general apportionment salaries and benefits in sections  
34 502 and 503 of this act.

35 (f) The appropriations in this section include no salary  
36 adjustments for substitute teachers.

37 (2) The maintenance rate for insurance benefit allocations is  
38 \$768.00 per month for the 2013-14 and 2014-15 school years. The



1 appropriations in this section reflect the incremental change in cost  
2 of allocating rates of \$768.00 per month for the 2013-14 school year  
3 and \$768.00 per month for the 2014-15 school year.

4 (3) The rates specified in this section are subject to revision  
5 each year by the legislature.

6 **NEW SECTION. Sec. 505. FOR THE SUPERINTENDENT OF PUBLIC**  
7 **INSTRUCTION--FOR PUPIL TRANSPORTATION**

|    |   |               |
|----|---|---------------|
| 8  | General Fund--State Appropriation (FY 2014) . . . . . | \$325,402,000 |
| 9  | General Fund--State Appropriation (FY 2015) . . . . . | \$417,877,000 |
| 10 | TOTAL APPROPRIATION . . . . .                         | \$743,279,000 |

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

13 (1) Each general fund fiscal year appropriation includes such funds  
14 as are necessary to complete the school year ending in the fiscal year  
15 and for prior fiscal year adjustments.

16 (2)(a) For the 2013-14 and 2014-15 school years, the superintendent  
17 shall allocate funding to school district programs for the  
18 transportation of students as provided in RCW 28A.160.192.

19 (b) From July 1, 2013 to August 31, 2013, the superintendent shall  
20 allocate funding to school districts programs for the transportation of  
21 students as provided in section 505, chapter 50, Laws of 2011 1st sp.  
22 sess., as amended through section 505 of the 2013 omnibus supplemental  
23 operating appropriations act.

24 (3) A maximum of \$892,000 of this fiscal year 2014 appropriation  
25 and a maximum of \$892,000 of the fiscal year 2015 appropriation may be  
26 expended for regional transportation coordinators and related  
27 activities. The transportation coordinators shall ensure that data  
28 submitted by school districts for state transportation funding shall,  
29 to the greatest extent practical, reflect the actual transportation  
30 activity of each district.

31 (4) The office of the superintendent of public instruction shall  
32 provide reimbursement funding to a school district for school bus  
33 purchases only after the superintendent of public instruction  
34 determines that the school bus was purchased from the list established  
35 pursuant to RCW 28A.160.195(2) or a comparable competitive bid process  
36 based on the lowest price quote based on similar bus categories to  
37 those used to establish the list pursuant to RCW 28A.160.195.

1 (5) The superintendent of public instruction shall base  
2 depreciation payments for school district buses on the pre-sales tax  
3 five-year average of lowest bids in the appropriate category of bus.  
4 In the final year on the depreciation schedule, the depreciation  
5 payment shall be based on the lowest bid in the appropriate bus  
6 category for that school year.

7 (6) Funding levels in this section reflect waivers granted by the  
8 state board of education for four-day school weeks as allowed under RCW  
9 28A.305.141.

10 (7) The office of the superintendent of public instruction shall  
11 annually disburse payments for bus depreciation in August.

12 **NEW SECTION. Sec. 506. FOR THE SUPERINTENDENT OF PUBLIC**  
13 **INSTRUCTION--FOR SCHOOL FOOD SERVICE PROGRAMS**

|    |   |               |
|----|---|---------------|
| 14 | General Fund--State Appropriation (FY 2014) . . . . . | \$7,111,000   |
| 15 | General Fund--State Appropriation (FY 2015) . . . . . | \$7,111,000   |
| 16 | General Fund--Federal Appropriation . . . . .         | \$473,326,000 |
| 17 | TOTAL APPROPRIATION . . . . .                         | \$487,548,000 |

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

20 (1) \$7,111,000 of the general fund--state appropriation for fiscal  
21 year 2014 and \$7,111,000 of the general fund--state appropriation for  
22 fiscal year 2015 are provided solely for state matching money for  
23 federal child nutrition programs, and may support the meals for kids  
24 program through the following allowable uses:

25 (a) Elimination of breakfast copays for eligible public school  
26 students and lunch copays for eligible public school students in grades  
27 kindergarten through third grade who are eligible for reduced price  
28 lunch;

29 (b) Assistance to school districts and authorized public and  
30 private nonprofit organizations for supporting summer food service  
31 programs, and initiating new summer food service programs in low-income  
32 areas;

33 (c) Reimbursements to school districts for school breakfasts served  
34 to students eligible for free and reduced price lunch, pursuant to  
35 chapter 287, Laws of 2005; and

36 (d) Assistance to school districts in initiating and expanding  
37 school breakfast programs.

1 The office of the superintendent of public instruction shall report  
2 annually to the fiscal committees of the legislature on annual  
3 expenditures in (a), (b), and (c) of this subsection.

4 NEW SECTION. **Sec. 507. FOR THE SUPERINTENDENT OF PUBLIC**  
5 **INSTRUCTION--FOR SPECIAL EDUCATION PROGRAMS**

|    |   |                 |
|----|---|-----------------|
| 6  | General Fund--State Appropriation (FY 2014) . . . . .         | \$727,748,000   |
| 7  | General Fund--State Appropriation (FY 2015) . . . . .         | \$764,041,000   |
| 8  | General Fund--Federal Appropriation . . . . .                 | \$462,020,000   |
| 9  | Education Legacy Trust Account--State Appropriation . . . . . | \$756,000       |
| 10 | TOTAL APPROPRIATION . . . . .                                 | \$1,954,565,000 |

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

13 (1) Funding for special education programs is provided on an excess  
14 cost basis, pursuant to RCW 28A.150.390. School districts shall ensure  
15 that special education students as a class receive their full share of  
16 the general apportionment allocation accruing through sections 502 and  
17 504 of this act. To the extent a school district cannot provide an  
18 appropriate education for special education students under chapter  
19 28A.155 RCW through the general apportionment allocation, it shall  
20 provide services through the special education excess cost allocation  
21 funded in this section.

22 (2)(a) The superintendent of public instruction shall ensure that:  
23 (i) Special education students are basic education students first;  
24 (ii) As a class, special education students are entitled to the  
25 full basic education allocation; and  
26 (iii) Special education students are basic education students for  
27 the entire school day.

28 (b) The superintendent of public instruction shall continue to  
29 implement the full cost method of excess cost accounting, as designed  
30 by the committee and recommended by the superintendent, pursuant to  
31 section 501(1)(k), chapter 372, Laws of 2006.

32 (3) Each fiscal year appropriation includes such funds as are  
33 necessary to complete the school year ending in the fiscal year and for  
34 prior fiscal year adjustments.

35 (4)(a) For the 2013-14 and 2014-15 school years, the superintendent  
36 shall allocate funding to school district programs for special  
37 education students as provided in RCW 28A.150.390.

1 (b) From July 1, 2013 to August 31, 2013, the superintendent shall  
2 allocate funding to school district programs for special education  
3 students as provided in section 507, chapter 50, Laws of 2011 1st sp.  
4 sess., as amended through section 507 of the 2013 omnibus supplemental  
5 operating appropriations act.

6 (5) The following applies throughout this section: The definitions  
7 for enrollment and enrollment percent are as specified in RCW  
8 28A.150.390(3). Each district's general fund--state funded special  
9 education enrollment shall be the lesser of the district's actual  
10 enrollment percent or 12.7 percent.

11 (6) At the request of any interdistrict cooperative of at least 15  
12 districts in which all excess cost services for special education  
13 students of the districts are provided by the cooperative, the maximum  
14 enrollment percent shall be calculated in accordance with RCW  
15 28A.150.390(3) (c) and (d), and shall be calculated in the aggregate  
16 rather than individual district units. For purposes of this  
17 subsection, the average basic education allocation per full-time  
18 equivalent student shall be calculated in the aggregate rather than  
19 individual district units.

20 (7) \$34,227,000 of the general fund--state appropriation for fiscal  
21 year 2014, \$35,592,000 of the general fund--state appropriation for  
22 fiscal year 2015, and \$29,574,000 of the general fund--federal  
23 appropriation are provided solely for safety net awards for districts  
24 with demonstrated needs for special education funding beyond the  
25 amounts provided in subsection (4) of this section. If the federal  
26 safety net awards based on the federal eligibility threshold exceed the  
27 federal appropriation in this subsection (7) in any fiscal year, the  
28 superintendent shall expend all available federal discretionary funds  
29 necessary to meet this need. At the conclusion of each school year,  
30 the superintendent shall recover safety net funds that were distributed  
31 prospectively but for which districts were not subsequently eligible.

32 (a) For the 2013-14 and 2014-15 school years, safety net funds  
33 shall be awarded by the state safety net oversight committee as  
34 provided in section 109(1) chapter 548, Laws of 2009 (ESHB 2261).

35 (b) The office of the superintendent of public instruction shall  
36 make award determinations for state safety net funding in August of  
37 each school year. Determinations on school district eligibility for

1 state safety net awards shall be based on analysis of actual  
2 expenditure data from the current school year.

3 (8) A maximum of \$678,000 may be expended from the general fund--  
4 state appropriations to fund 5.43 full-time equivalent teachers and 2.1  
5 full-time equivalent aides at children's orthopedic hospital and  
6 medical center. This amount is in lieu of money provided through the  
7 home and hospital allocation and the special education program.

8 (9) The superintendent shall maintain the percentage of federal  
9 flow-through to school districts at 85 percent. In addition to other  
10 purposes, school districts may use increased federal funds for high-  
11 cost students, for purchasing regional special education services from  
12 educational service districts, and for staff development activities  
13 particularly relating to inclusion issues.

14 (10) A school district may carry over from one year to the next  
15 year up to 10 percent of the general fund--state funds allocated under  
16 this program; however, carryover funds shall be expended in the special  
17 education program.

18 (11) \$252,000 of the general fund--state appropriation for fiscal  
19 year 2014 and \$252,000 of the general fund--state appropriation for  
20 fiscal year 2015 are provided solely for two additional full-time  
21 equivalent staff to support the work of the safety net committee and to  
22 provide training and support to districts applying for safety net  
23 awards.

24 (12) \$50,000 of the general fund--state appropriation for fiscal  
25 year 2014, \$50,000 of the general fund--state appropriation for fiscal  
26 year 2015, and \$100,000 of the general fund--federal appropriation  
27 shall be expended to support a special education ombudsman program  
28 within the office of superintendent of public instruction.

29 NEW SECTION. **Sec. 508. FOR THE SUPERINTENDENT OF PUBLIC**  
30 **INSTRUCTION--FOR EDUCATIONAL SERVICE DISTRICTS**

|    |   |              |
|----|---|--------------|
| 31 | General Fund--State Appropriation (FY 2014) . . . . . | \$8,142,000  |
| 32 | General Fund--State Appropriation (FY 2015) . . . . . | \$8,150,000  |
| 33 | TOTAL APPROPRIATION . . . . .                         | \$16,292,000 |

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

36 (1) The educational service districts shall continue to furnish

1 financial services required by the superintendent of public instruction  
2 and RCW 28A.310.190 (3) and (4).

3 (2) Funding within this section is provided for regional  
4 professional development related to mathematics and science curriculum  
5 and instructional strategies. Funding shall be distributed among the  
6 educational service districts in the same proportion as distributions  
7 in the 2007-2009 biennium. Each educational service district shall use  
8 this funding solely for salary and benefits for a certificated  
9 instructional staff with expertise in the appropriate subject matter  
10 and in professional development delivery, and for travel, materials,  
11 and other expenditures related to providing regional professional  
12 development support.

13 (3) The educational service districts, at the request of the state  
14 board of education pursuant to RCW 28A.310.010 and 28A.305.130, may  
15 receive and screen applications for school accreditation, conduct  
16 school accreditation site visits pursuant to state board of education  
17 rules, and submit to the state board of education post-site visit  
18 recommendations for school accreditation. The educational service  
19 districts may assess a cooperative service fee to recover actual plus  
20 reasonable indirect costs for the purposes of this subsection.

21 **NEW SECTION. Sec. 509. FOR THE SUPERINTENDENT OF PUBLIC**  
22 **INSTRUCTION--FOR LOCAL EFFORT ASSISTANCE**

|    |   |               |
|----|---|---------------|
| 23 | General Fund--State Appropriation (FY 2014) . . . . . | \$309,436,000 |
| 24 | General Fund--State Appropriation (FY 2015) . . . . . | \$334,289,000 |
| 25 | TOTAL APPROPRIATION . . . . .                         | \$643,725,000 |

26 The appropriations in this section are subject to the following  
27 conditions and limitations: For purposes of RCW 84.52.0531, the  
28 increase per full-time equivalent student is 5.0 percent from the 2012-  
29 13 school year to the 2013-14 school year and 5.0 percent from the  
30 2013-14 school year to the 2014-15 school year.

31 **NEW SECTION. Sec. 510. FOR THE SUPERINTENDENT OF PUBLIC**  
32 **INSTRUCTION--FOR INSTITUTIONAL EDUCATION PROGRAMS**

|    |   |              |
|----|---|--------------|
| 33 | General Fund--State Appropriation (FY 2014) . . . . . | \$14,982,000 |
| 34 | General Fund--State Appropriation (FY 2015) . . . . . | \$15,496,000 |
| 35 | TOTAL APPROPRIATION . . . . .                         | \$30,478,000 |

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

3 (1) Each general fund--state fiscal year appropriation includes  
4 such funds as are necessary to complete the school year ending in the  
5 fiscal year and for prior fiscal year adjustments.

6 (2) State funding provided under this section is based on salaries  
7 and other expenditures for a 220-day school year. The superintendent  
8 of public instruction shall monitor school district expenditure plans  
9 for institutional education programs to ensure that districts plan for  
10 a full-time summer program.

11 (3) State funding for each institutional education program shall be  
12 based on the institution's annual average full-time equivalent student  
13 enrollment. Staffing ratios for each category of institution shall  
14 remain the same as those funded in the 1995-97 biennium.

15 (4) The funded staffing ratios for education programs for juveniles  
16 age 18 or less in department of corrections facilities shall be the  
17 same as those provided in the 1997-99 biennium.

18 (5) \$1,070,000 of the general fund--state appropriation for fiscal  
19 year 2014 and \$1,070,000 of the general fund--state appropriation for  
20 fiscal year 2015 are provided solely to maintain at least one  
21 certificated instructional staff and related support services at an  
22 institution whenever the K-12 enrollment is not sufficient to support  
23 one full-time equivalent certificated instructional staff to furnish  
24 the educational program. The following types of institutions are  
25 included: Residential programs under the department of social and  
26 health services for developmentally disabled juveniles, programs for  
27 juveniles under the department of corrections, programs for juveniles  
28 under the juvenile rehabilitation administration, and programs for  
29 juveniles operated by city and county jails.

30 (6) Ten percent of the funds allocated for each institution may be  
31 carried over from one year to the next.

32 **NEW SECTION. Sec. 511. FOR PROGRAMS FOR HIGHLY CAPABLE STUDENTS**

|    |   |               |
|----|---|---------------|
| 33 | General Fund--State Appropriation (FY 2014) . . . . . | \$9,377,000   |
| 34 | General Fund--State Appropriation (FY 2015) . . . . . | \$9,696,000   |
| 35 | TOTAL APPROPRIATION . . . . .                         | .\$19,073,000 |

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

1 (1) Each general fund fiscal year appropriation includes such funds  
2 as are necessary to complete the school year ending in the fiscal year  
3 and for prior fiscal year adjustments.

4 (2)(a) For the 2013-14 and 2014-15 school years, the superintendent  
5 shall allocate funding to school district programs for highly capable  
6 students as provided in RCW 28A.150.260(10)(c). In calculating the  
7 allocations, the superintendent shall assume the following: (i)  
8 Additional instruction of 2.1590 hours per week per funded highly  
9 capable program student; (ii) fifteen highly capable program students  
10 per teacher; (iii) 36 instructional weeks per year; (iv) 900  
11 instructional hours per teacher; and (v) the district's average staff  
12 mix and compensation rates as provided in sections 503 and 504 of this  
13 act.

14 (b) From July 1, 2013, to August 31, 2013, the superintendent shall  
15 allocate funding to school districts programs for highly capable  
16 students as provided in section 511, chapter 50, Laws of 2011 1st sp.  
17 sess., as amended through section 511 of the 2013 omnibus supplemental  
18 operating appropriations act.

19 (3) \$85,000 of the general fund--state appropriation for fiscal  
20 year 2014 and \$85,000 of the general fund--state appropriation for  
21 fiscal year 2015 are provided solely for the centrum program at Fort  
22 Worden state park.

23 NEW SECTION. **Sec. 512. FOR THE SUPERINTENDENT OF PUBLIC**  
24 **INSTRUCTION--FOR MISCELLANEOUS--NO CHILD LEFT BEHIND ACT**

25 General Fund--Federal Appropriation . . . . . \$4,052,000

26 NEW SECTION. **Sec. 513. FOR THE SUPERINTENDENT OF PUBLIC**  
27 **INSTRUCTION--EDUCATION REFORM PROGRAMS**

28 General Fund--State Appropriation (FY 2014) . . . . . \$124,954,000  
29 General Fund--State Appropriation (FY 2015) . . . . . \$115,126,000  
30 General Fund--Federal Appropriation . . . . . \$206,242,000  
31 General Fund--Private/Local Appropriation . . . . . \$4,002,000  
32 Education Legacy Trust Account--State Appropriation . . . . . \$1,599,000  
33 TOTAL APPROPRIATION . . . . . \$451,923,000

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



1 (1)(a) \$45,484,000 of the general fund--state appropriation for  
2 fiscal year 2014, \$30,098,000 of the general fund--state appropriation  
3 for fiscal year 2015, \$1,350,000 of the education legacy trust  
4 account--state appropriation, and \$15,868,000 of the general fund--  
5 federal appropriation are provided solely for development and  
6 implementation of the Washington state assessment system, including:  
7 (a) Development and implementation of retake assessments for high  
8 school students who are not successful in one or more content areas and  
9 (b) development and implementation of alternative assessments or  
10 appeals procedures to implement the certificate of academic  
11 achievement. The superintendent of public instruction shall report  
12 quarterly on the progress on development and implementation of  
13 alternative assessments or appeals procedures. Within these amounts,  
14 the superintendent of public instruction shall contract for the early  
15 return of 10th grade student assessment results, on or around June 10th  
16 of each year. State funding to districts shall be limited to one  
17 collection of evidence payment per student, per content-area  
18 assessment.

19 (b) The superintendent of public instruction shall modify the  
20 statewide student assessment system and implement assessments developed  
21 with a multistate consortium beginning in the 2014-15 school year to  
22 assess student proficiency on the standards adopted under RCW  
23 28A.655.071.

24 (2) \$356,000 of the general fund--state appropriation for fiscal  
25 year 2014 and \$356,000 of the general fund--state appropriation for  
26 fiscal year 2015 are provided solely for the Washington state  
27 leadership and assistance for science education reform (LASER) regional  
28 partnership activities coordinated at the Pacific science center,  
29 including instructional material purchases, teacher and principal  
30 professional development, and school and community engagement events.

31 (3) \$980,000 of the general fund--state appropriation for fiscal  
32 year 2014 and \$980,000 of the general fund--state appropriation for  
33 fiscal year 2015 are provided solely for improving technology  
34 infrastructure, monitoring and reporting on school district technology  
35 development, promoting standards for school district technology,  
36 promoting statewide coordination and planning for technology  
37 development, and providing regional educational technology support  
38 centers, including state support activities, under chapter 28A.650 RCW.

1 (4) \$5,851,000 of the general fund--state appropriation for fiscal  
2 year 2014 and \$3,935,000 of the general fund--state appropriation for  
3 fiscal year 2014 are provided solely for implementation of a new  
4 performance-based evaluation for certificated educators and other  
5 activities as provided in chapter 235, Laws of 2010 (education reform)  
6 and chapter 35, Laws of 2012 (certificated employee evaluations).

7 (5)(a) \$45,263,000 of the general fund--state appropriation for  
8 fiscal year 2014 and \$49,673,000 of the general fund--state  
9 appropriation for fiscal year 2015 are provided solely for the  
10 following bonuses for teachers who hold valid, unexpired certification  
11 from the national board for professional teaching standards and who are  
12 teaching in a Washington public school, subject to the following  
13 conditions and limitations:

14 (i) For national board certified teachers, a bonus of \$5,090 per  
15 teacher in the 2013-14 and 2014-15 school years;

16 (ii) An additional \$5,000 annual bonus shall be paid to national  
17 board certified teachers who teach in either: (A) High schools where  
18 at least 50 percent of student headcount enrollment is eligible for  
19 federal free or reduced price lunch, (B) middle schools where at least  
20 60 percent of student headcount enrollment is eligible for federal free  
21 or reduced price lunch, or (C) elementary schools where at least 70  
22 percent of student headcount enrollment is eligible for federal free or  
23 reduced price lunch;

24 (iii) The superintendent of public instruction shall adopt rules to  
25 ensure that national board certified teachers meet the qualifications  
26 for bonuses under (a)(ii) of this subsection for less than one full  
27 school year receive bonuses in a pro-rated manner. All bonuses in  
28 (a)(i) and (ii) of this subsection will be paid in July of each school  
29 year. Bonuses in (a)(i) and (ii) of this subsection shall be reduced  
30 by a factor of 40 percent for first year NBPTS certified teachers, to  
31 reflect the portion of the instructional school year they are  
32 certified; and

33 (iv) During the 2013-14 and 2014-15 school years, and within  
34 available funds, certificated instructional staff who have met the  
35 eligibility requirements and have applied for certification from the  
36 national board for professional teaching standards may receive a  
37 conditional loan of two thousand dollars or the amount set by the  
38 office of the superintendent of public instruction to contribute toward

1 the current assessment fee, not including the initial up-front  
2 candidacy payment. The fee shall be an advance on the first annual  
3 bonus under RCW 28A.405.415. The conditional loan is provided in  
4 addition to compensation received under a district's salary schedule  
5 and shall not be included in calculations of a district's average  
6 salary and associated salary limitation under RCW 28A.400.200.  
7 Recipients who fail to receive certification after three years are  
8 required to repay the conditional loan. The office of the  
9 superintendent of public instruction shall adopt rules to define the  
10 terms for initial grant of the assessment fee and repayment, including  
11 applicable fees. To the extent necessary, the superintendent may use  
12 revenues from the repayment of conditional loan scholarships to ensure  
13 payment of all national board bonus payments required by this section  
14 in each school year.

15 (6) \$477,000 of the general fund--state appropriation for fiscal  
16 year 2014 and \$477,000 of the general fund--state appropriation for  
17 fiscal year 2015 are provided solely for the leadership internship  
18 program for superintendents, principals, and program administrators.

19 (7) \$950,000 of the general fund--state appropriation for fiscal  
20 year 2014 and \$950,000 of the general fund--state appropriation for  
21 fiscal year 2015 are provided solely for the Washington reading corps.  
22 The superintendent shall allocate reading corps members to low-  
23 performing schools and school districts that are implementing  
24 comprehensive, proven, research-based reading programs. Two or more  
25 schools may combine their Washington reading corps programs.

26 (8) \$810,000 of the general fund--state appropriation for fiscal  
27 year 2014 and \$810,000 of the general fund--state appropriation for  
28 fiscal year 2015 are provided solely for the development of a  
29 leadership academy for school principals and administrators. The  
30 superintendent of public instruction shall contract with an independent  
31 organization to operate a state-of-the-art education leadership academy  
32 that will be accessible throughout the state. Semiannually the  
33 independent organization shall report on amounts committed by  
34 foundations and others to support the development and implementation of  
35 this program. Leadership academy partners shall include the state  
36 level organizations for school administrators and principals, the  
37 superintendent of public instruction, the professional educator

1 standards board, and others as the independent organization shall  
2 identify.

3 (9) \$3,234,000 of the general fund--state appropriation for fiscal  
4 year 2014 and \$3,234,000 of the general fund--state appropriation for  
5 fiscal year 2015 are provided solely for grants to school districts to  
6 provide a continuum of care for children and families to help children  
7 become ready to learn. Grant proposals from school districts shall  
8 contain local plans designed collaboratively with community service  
9 providers. If a continuum of care program exists in the area in which  
10 the school district is located, the local plan shall provide for  
11 coordination with existing programs to the greatest extent possible.

12 (10) \$1,500,000 of the general fund--state appropriation for fiscal  
13 year 2014 and \$1,500,000 of the general fund--state appropriation for  
14 fiscal year 2015 are provided solely for the implementation of chapter  
15 288, Laws of 2011 (actual student success program), including  
16 allocations to the opportunity internship program, the jobs for  
17 America's graduates program, the building bridges program, services  
18 provided by a college scholarship organization. Funding shall not be  
19 used in the 2013-15 fiscal biennium to provide awards for schools and  
20 school districts.

21 (11) \$2,000,000 of the general fund--state appropriation for fiscal  
22 year 2014 and \$2,000,000 of the general fund--state appropriation for  
23 fiscal year 2015 are provided solely for a statewide information  
24 technology (IT) academy program. This public-private partnership will  
25 provide educational software, as well as IT certification and software  
26 training opportunities for students and staff in public schools.

27 (12) \$1,277,000 of the general fund--state appropriation for fiscal  
28 year 2014 and \$1,277,000 of the general fund--state appropriation for  
29 fiscal year 2015 are provided solely for secondary career and technical  
30 education grants pursuant to chapter 170, Laws of 2008. If equally  
31 matched by private donations, \$300,000 of the 2014 appropriation and  
32 \$300,000 of the 2015 appropriation shall be used to support FIRST  
33 robotics programs. Of the amounts in this subsection, \$100,000 of the  
34 fiscal year 2014 appropriation and \$100,000 of the fiscal year 2015  
35 appropriation are provided solely for the purpose of statewide  
36 supervision activities for career and technical education student  
37 leadership organizations.

1 (13) \$125,000 of the general fund--state appropriation for fiscal  
2 year 2014 and \$125,000 of the general fund--state appropriation for  
3 fiscal year 2015 are provided solely for (a) staff at the office of the  
4 superintendent of public instruction to coordinate and promote efforts  
5 to develop integrated math, science, technology, and engineering  
6 programs in schools and districts across the state; and (b) grants of  
7 \$2,500 to provide twenty middle and high school teachers each year with  
8 professional development training for implementing integrated math,  
9 science, technology, and engineering programs in their schools.

10 (14) \$135,000 of the general fund--state appropriation for fiscal  
11 year 2014 and \$135,000 of the general fund--state appropriation for  
12 fiscal year 2015 are provided solely for science, technology,  
13 engineering and mathematics lighthouse projects, consistent with  
14 chapter 238, Laws of 2010.

15 (15) \$1,000,000 of the general fund--state appropriation for fiscal  
16 year 2014 and \$1,000,000 of the general fund--state appropriation for  
17 fiscal year 2015 are provided solely for a beginning educator support  
18 program. School districts and/or regional consortia may apply for  
19 grant funding. The superintendent shall implement this program in 5 to  
20 15 school districts and/or regional consortia. The program provided by  
21 a district and/or regional consortia shall include: A paid  
22 orientation; assignment of a qualified mentor; development of a  
23 professional growth plan for each beginning teacher aligned with  
24 professional certification; release time for mentors and new teachers  
25 to work together; and teacher observation time with accomplished peers.  
26 \$250,000 may be used to provide statewide professional development  
27 opportunities for mentors and beginning educators.

28 (16) \$250,000 of the general fund--state appropriation for fiscal  
29 year 2014 and \$250,000 of the general fund--state appropriation for  
30 fiscal year 2015 are provided solely for advanced project lead the way  
31 courses at ten high schools. To be eligible for funding in 2014, a  
32 high school must have offered a foundational project lead the way  
33 course during the 2012-13 school year. The 2014 funding must be used  
34 for one-time start-up course costs for an advanced project lead the way  
35 course, to be offered to students beginning in the 2013-14 school year.  
36 To be eligible for funding in 2015, a high school must have offered a  
37 foundational project lead the way course during the 2013-14 school  
38 year. The 2015 funding must be used for one-time start-up course costs

1 for an advanced project lead the way course, to be offered to students  
2 beginning in the 2014-15 school year. The office of the superintendent  
3 of public instruction and the education research and data center at the  
4 office of financial management shall track student participation and  
5 long-term outcome data.

6 (17) \$300,000 of the general fund--state appropriation for fiscal  
7 year 2014 and \$300,000 of the general fund--state appropriation for  
8 fiscal year 2015 are provided solely for annual start-up grants for  
9 aerospace and manufacturing technical programs housed at four skill  
10 centers. The grants are provided for start-up equipment and curriculum  
11 purchases. To be eligible for funding, the skill center must agree to  
12 provide regional high schools with access to a technology laboratory,  
13 expand manufacturing certificate and course offerings at the skill  
14 center, and provide a laboratory space for local high school teachers  
15 to engage in professional development in the instruction of courses  
16 leading to student employment certification in the aerospace and  
17 manufacturing industries. Once a skill center receives a start-up  
18 grant, it is ineligible for additional start-up funding in the  
19 following school year. The office of the superintendent of public  
20 instruction shall administer the grants in consultation with the center  
21 for excellence for aerospace and advanced materials manufacturing.

22 (18) \$150,000 of the general fund--state appropriation for fiscal  
23 year 2014 and \$150,000 of the general fund--state appropriation for  
24 fiscal year 2015 are provided solely for annual start-up grants to six  
25 high schools to implement the aerospace assembler program.  
26 Participating high schools must agree to offer the aerospace assembler  
27 training program to students by spring semester of school year 2013-14.  
28 Once a high school receives a start-up grant, it is ineligible for  
29 additional start-up funding in the following school year. The office  
30 of the superintendent of public instruction and the education research  
31 and data center at the office of financial management shall track  
32 student participation and long-term outcome data.

33 (19) \$10,000,000 of the general fund--state appropriation for  
34 fiscal year 2014 and \$10,000,000 of the general fund--state  
35 appropriation for fiscal year 2015 are provided solely for the  
36 provision of training for teachers in the performance-based teacher  
37 principal evaluation program. Of the amounts appropriated in this

1 subsection, \$5,000,000 for fiscal year 2014 and \$5,000,000 for fiscal  
2 year 2015 are one-time appropriations.

3 (20) \$3,600,000 of the general fund--state appropriation for fiscal  
4 year 2014 and \$6,681,000 of the general fund--state appropriation for  
5 fiscal year 2015 are provided solely for the implementation of  
6 Engrossed Second Substitute Senate Bill No. 5329 (persistently failing  
7 schools). If the bill is not enacted by June 30, 2013, the amounts  
8 provided in this subsection shall lapse.

9 (21) \$100,000 of the general fund--state appropriation for fiscal  
10 year 2014 and \$100,000 of the general fund--state appropriation for  
11 fiscal year 2015 are provided solely to promote the financial literacy  
12 of students. The effort will be coordinated through the financial  
13 literacy public-private partnership.

14 (22) \$109,000 of the general fund--state appropriation for fiscal  
15 year 2014 and \$99,000 of the general fund--state appropriation for  
16 fiscal year 2015 are provided solely for the office of the  
17 superintendent of public instruction to implement a youth dropout  
18 prevention program that incorporates partnerships between community-  
19 based organizations, schools, food banks and farms or gardens. The  
20 office of the superintendent of public instruction shall select one  
21 school district that must partner with an organization that is  
22 operating an existing similar program and that also has the ability to  
23 serve at least 40 students. Of the amount appropriated in this  
24 subsection, up to \$10,000 may be used by the office of the  
25 superintendent of public instruction for administration of the program.

26 **NEW SECTION. Sec. 514. FOR THE SUPERINTENDENT OF PUBLIC**  
27 **INSTRUCTION--FOR TRANSITIONAL BILINGUAL PROGRAMS**

|    |   |               |
|----|---|---------------|
| 28 | General Fund--State Appropriation (FY 2014) . . . . . | \$89,123,000  |
| 29 | General Fund--State Appropriation (FY 2015) . . . . . | \$95,248,000  |
| 30 | General Fund--Federal Appropriation . . . . .         | \$71,016,000  |
| 31 | TOTAL APPROPRIATION . . . . .                         | \$255,387,000 |

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

34 (1) Each general fund fiscal year appropriation includes such funds  
35 as are necessary to complete the school year ending in the fiscal year  
36 and for prior fiscal year adjustments.

1 (2)(a) For the 2013-14 and 2014-15 school years, the superintendent  
2 shall allocate funding to school districts for transitional bilingual  
3 programs as provided in RCW 28A.150.260(10)(b). In calculating the  
4 allocations, the superintendent shall assume the following averages:  
5 (i) Additional instruction of 4.7780 hours per week per transitional  
6 bilingual program student in grades kindergarten through six in school  
7 years 2013-14 and 2014-15; (ii) additional instruction of 4.7780 hours  
8 per week in school year 2013-14 and 4.7780 hours per week in school  
9 year 2014-15 per transitional bilingual program student in grades seven  
10 through eight; (iii) additional instruction of 4.7780 hours per week in  
11 school year 2013-14 and 4.7780 hours per week in school year 2014-15  
12 per transitional bilingual program student in grades nine through  
13 twelve; (iv) fifteen transitional bilingual program students per  
14 teacher; (v) 36 instructional weeks per year; (vi) 900 instructional  
15 hours per teacher; and (vii) the district's average staff mix and  
16 compensation rates as provided in sections 503 and 504 of this act.

17 (b) From July 1, 2013, to August 31, 2013, the superintendent shall  
18 allocate funding to school districts for transitional bilingual  
19 instruction programs as provided in section 514, chapter 50, Laws of  
20 2011 1st sp. sess., as amended through section 512 of the 2013 omnibus  
21 supplemental operating appropriations act.

22 (3) The superintendent may withhold allocations to school districts  
23 in subsection (2) of this section solely for the central provision of  
24 assessments as provided in RCW 28A.180.090 (1) and (2) up to the  
25 following amounts: 1.86 percent for school year 2013-14 and 1.79  
26 percent for school year 2014-15.

27 (4) The general fund--federal appropriation in this section is for  
28 migrant education under Title I Part C and English language  
29 acquisition, and language enhancement grants under Title III of the  
30 elementary and secondary education act.

31 (5) \$35,000 of the general fund--state appropriation for fiscal  
32 year 2014 and \$35,000 of the general fund--state appropriation for  
33 fiscal year 2015 are provided solely to track current and former  
34 transitional bilingual program students.

35 **NEW SECTION. Sec. 515. FOR THE SUPERINTENDENT OF PUBLIC**  
36 **INSTRUCTION--FOR THE LEARNING ASSISTANCE PROGRAM**

37 General Fund--State Appropriation (FY 2014) . . . . . \$158,963,000



1 General Fund--State Appropriation (FY 2015) . . . . . \$175,003,000  
2 General Fund--Federal Appropriation . . . . . \$448,434,000  
3 TOTAL APPROPRIATION . . . . . \$782,400,000

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

6 (1) The general fund--state appropriations in this section are  
7 subject to the following conditions and limitations:

8 (a) The appropriations include such funds as are necessary to  
9 complete the school year ending in the fiscal year and for prior fiscal  
10 year adjustments.

11 (b)(i) For the 2013-14 and 2014-15 school years, the superintendent  
12 shall allocate funding to school districts for learning assistance  
13 programs as provided in RCW 28A.150.260(10)(a). In calculating the  
14 allocations, the superintendent shall assume the following averages:

15 (A) Additional instruction of 1.9200 hours per week per funded learning  
16 assistance program student for the 2013-14 school year and the 2014-15  
17 school year; (B) fifteen learning assistance program students per  
18 teacher; (C) 36 instructional weeks per year; (D) 900 instructional  
19 hours per teacher; and (E) the district's average staff mix and  
20 compensation rates as provided in sections 503 and 504 of this act.

21 (ii) From July 1, 2013, to August 31, 2013, the superintendent  
22 shall allocate funding to school districts for learning assistance  
23 programs as provided in section 515, chapter 50, Laws of 2011 1st sp.  
24 sess., as amended through section 513 of the 2013 omnibus supplemental  
25 operating appropriations act.

26 (c) A school district's funded students for the learning assistance  
27 program shall be the sum of the district's full-time equivalent  
28 enrollment in grades K-12 for the prior school year multiplied by the  
29 district's percentage of October headcount enrollment in grades K-12  
30 eligible for free or reduced price lunch in the prior school year.

31 (2) Allocations made pursuant to subsection (1) of this section  
32 shall be adjusted to reflect ineligible applications identified through  
33 the annual income verification process required by the national school  
34 lunch program, as recommended in the report of the state auditor on the  
35 learning assistance program dated February, 2010.

36 (3) The general fund--federal appropriation in this section is  
37 provided for Title I Part A allocations of the no child left behind act  
38 of 2001.

1 (4) A school district may carry over from one year to the next up  
2 to 10 percent of the general fund--state funds allocated under this  
3 program; however, carryover funds shall be expended for the learning  
4 assistance program.

5 NEW SECTION. **Sec. 516. FOR THE SUPERINTENDENT OF PUBLIC**  
6 **INSTRUCTION--FOR GENERAL APPORTIONMENT--ALTERNATIVE LEARNING EXPERIENCE**

|   |              |
|---|--------------|
| 7 General Fund--State Appropriation (FY 2014) . . . . . | \$13,283,000 |
| 8 General Fund--State Appropriation (FY 2015) . . . . . | \$3,321,000  |
| 9 TOTAL APPROPRIATION . . . . .                         | \$16,604,000 |

10 The appropriations in this section are subject to the following  
11 conditions and limitations: The entire appropriation in this section  
12 is provided solely to fund the full basic education allocation for  
13 full-time equivalent students enrolled in alternative learning  
14 experience programs.

15 NEW SECTION. **Sec. 517. FOR THE SUPERINTENDENT OF PUBLIC**  
16 **INSTRUCTION**

17 (1) Amounts distributed to districts by the superintendent through  
18 part V of this act are for allocations purposes only, unless specified  
19 by part V of this act, and do not entitle a particular district,  
20 district employee, or student to a specific service, beyond what has  
21 been expressly provided in statute. Part V of this act restates the  
22 requirements of various sections of Title 28A RCW. If any conflict  
23 exists, the provisions of Title 28A RCW control unless this act  
24 explicitly states that it is providing an enhancement. Any amounts  
25 provided in part V of this act in excess of the amounts required by  
26 Title 28A RCW provided in statute, are not within the program of basic  
27 education unless clearly stated by this act.

28 (2) To the maximum extent practicable, when adopting new or revised  
29 rules or policies relating to the administration of allocations in part  
30 V of this act that result in fiscal impact, the office of the  
31 superintendent of public instruction shall attempt to seek legislative  
32 approval through the budget request process.

33 (3) Appropriations made in this act to the office of the  
34 superintendent of public instruction shall initially be allotted as

1 required by this act. Subsequent allotment modifications shall not  
2 include transfers of moneys between sections of this act.

(End of part)

**PART VI**  
**HIGHER EDUCATION**

1  
2  
3        NEW SECTION.    **Sec. 601.**    The appropriations in sections 605  
4 through 611 of this act are subject to the following conditions and  
5 limitations:

6            (1) "Institutions" means the institutions of higher education  
7 receiving appropriations under sections 605 through 611 of this act.

8            (2) The legislature, the office of financial management, and other  
9 state agencies need consistent and accurate personnel data from  
10 institutions of higher education for policy planning purposes.  
11 Institutions of higher education shall report personnel data to the  
12 department of personnel for inclusion in the department's data  
13 warehouse. Uniform reporting procedures shall be established by the  
14 office of financial management's office of the state human resources  
15 director for use by the reporting institutions, including provisions  
16 for common job classifications and common definitions of full-time  
17 equivalent staff. Annual contract amounts, number of contract months,  
18 and funding sources shall be consistently reported for employees under  
19 contract.

20            (3) In addition to waivers granted under the authority of RCW  
21 28B.15.910, the governing boards and the state board may waive all or  
22 a portion of operating fees for any student. State general fund  
23 appropriations shall not be provided to replace tuition and fee revenue  
24 foregone as a result of waivers granted under this subsection.

25            (4) The institutions of higher education receiving state  
26 appropriations under sections 605 through 611 of this act shall allot  
27 anticipated state and tuition expenditures by budget program and fiscal  
28 year.

29            (5)(a) For institutions receiving appropriations in section 605 of  
30 this act, the only allowable salary increases provided are those with  
31 normally occurring promotions and increases related to faculty and  
32 staff retention, except as provided in section 604(4) of this act. In  
33 fiscal year 2014 and fiscal year 2015, the state board for community  
34 and technical colleges may use salary and benefit savings from faculty  
35 turnover to provide salary increments and associated benefits for  
36 faculty who qualify through professional development and training.

1 (b) For employees under the jurisdiction of chapter 41.56 RCW,  
2 salary increases will be in accordance with the applicable collective  
3 bargaining agreement. However, an increase shall not be provided to  
4 any classified employee whose salary is above the approved salary range  
5 maximum for the class to which the employee's position is allocated.

6 (c) For each institution of higher education receiving  
7 appropriations under sections 606 through 611 of this act:

8 (i) The only allowable salary increases are those associated with  
9 normally occurring promotions and increases related to faculty and  
10 staff retention; and

11 (ii) Institutions may provide salary increases from other sources  
12 to instructional and research faculty at the universities and The  
13 Evergreen State College, exempt professional staff, teaching and  
14 research assistants, as classified by the office of financial  
15 management, and all other nonclassified staff, but not including  
16 employees under chapter 41.80 RCW. Any salary increase granted under  
17 the authority of this subsection (4)(c)(ii) shall not be included in an  
18 institution's salary base for future state funding. It is the intent  
19 of the legislature that state general fund support for an institution  
20 shall not increase during the current or any future biennium as a  
21 result of any salary increases authorized under this subsection  
22 (4)(c)(ii).

23 NEW SECTION. **Sec. 602.** (1) Within the amounts appropriated in  
24 this act, each institution of higher education is expected to enroll  
25 and educate at least the following numbers of full-time equivalent  
26 state- supported students per academic year:

|                                  | 2013-14        | 2014-15        |
|----------------------------------|----------------|----------------|
|                                  | Annual Average | Annual Average |
| 29 University of Washington      | 37,162         | 37,162         |
| 30 Washington State University   | 22,228         | 22,228         |
| 31 Central Washington University | 8,808          | 8,808          |
| 32 Eastern Washington University | 8,734          | 8,734          |
| 33 The Evergreen State College   | 4,213          | 4,213          |
| 34 Western Washington University | 11,762         | 11,762         |

|   |                             |         |         |
|---|-----------------------------|---------|---------|
| 1 | State Board for Community & |         |         |
| 2 | Technical Colleges          |         |         |
| 3 | Adult Students              | 139,237 | 139,237 |
| 4 | Running Start Students      | 11,558  | 11,558  |

5 (2) In achieving or exceeding these enrollment targets, each  
6 institution shall seek to:

7 (a) Maintain and to the extent possible increase enrollment  
8 opportunities at branch campuses;

9 (b) Maintain and to the extent possible increase enrollment  
10 opportunities at university centers and other partnership programs that  
11 enable students to earn baccalaureate degrees on community college  
12 campuses; and

13 (c) Eliminate and consolidate programs of study for which there is  
14 limited student or employer demand, or that are not areas of core  
15 academic strength for the institution, particularly when such programs  
16 duplicate offerings by other in-state institutions.

17 (3) For purposes of monitoring and reporting statewide enrollment,  
18 the University of Washington and Washington State University shall  
19 notify the office of financial management of the number of full-time  
20 student equivalent enrollments budgeted for each of their campuses.

21 NEW SECTION. **Sec. 603. PUBLIC BACCALAUREATE INSTITUTIONS**

22 (1) In order to operate within the state funds appropriated in this  
23 act, the governing boards of the state research universities, the state  
24 regional universities, and The Evergreen State College are authorized  
25 to adopt and adjust tuition and fees for the 2013-14 and 2014-15  
26 academic years as provided in this section.

27 (2) For the purposes of chapter 28B.15 RCW, the omnibus  
28 appropriations act assumes increases of tuition levels for resident  
29 undergraduate students over the amounts charged to resident  
30 undergraduate students for the prior year, as follows:

|    |                               |    |
|----|-------------------------------|----|
| 31 | University of Washington      | 3% |
| 32 | Washington State University   | 3% |
| 33 | Central Washington University | 3% |

|   |                               |    |
|---|-------------------------------|----|
| 1 | Eastern Washington University | 3% |
| 2 | The Evergreen State College   | 3% |
| 3 | Western Washington University | 3% |

4 (3) The governing boards of the state research universities, the  
5 state regional universities, and The Evergreen State College may exceed  
6 the tuition levels assumed in subsection (2) of this section. However,  
7 to the extent that tuition levels exceed the tuition levels assumed in  
8 subsection (2) of this section, the institution shall be subject to the  
9 conditions and limitations provided in chapter 28B.15 RCW as amended by  
10 chapter 10, Laws of 2011 sp. sess. (higher education opportunity act).  
11 In order to facilitate the full implementation of chapter 10, Laws of  
12 2011 sp. sess., the institutions of higher education are authorized to  
13 adopt tuition levels that are less than, equal to, or greater than the  
14 tuition levels assumed in subsection (2) of this section.

15 (4) Each governing board is authorized to increase tuition charges  
16 to graduate and professional students, and to nonresident undergraduate  
17 students, by amounts judged reasonable and necessary by the governing  
18 board.

19 (5) Each governing board is authorized to increase summer quarter  
20 or semester tuition fees for resident and nonresident undergraduate,  
21 graduate, and professional students pursuant to RCW 28B.15.067.

22 (6) Each governing board is authorized to adopt or increase charges  
23 for fee-based, self-sustaining degree programs, credit courses,  
24 noncredit workshops and courses, and special contract courses by  
25 amounts judged reasonable and necessary by the governing board.

26 (7) Each governing board is authorized to adopt or increase  
27 services and activities fees for all categories of students as provided  
28 in RCW 28B.15.069.

29 (8) Each governing board is authorized to adopt or increase  
30 technology fees as provided in RCW 28B.15.069.

31 (9) Each governing board is authorized to adopt or increase special  
32 course and lab fees, and health and counseling fees, to the extent  
33 necessary to cover the reasonable and necessary exceptional cost of the  
34 course or service.

35 (10) Each governing board is authorized to adopt or increase  
36 administrative fees such as, but not limited to, those charged for

1 application, matriculation, special testing, and transcripts by amounts  
2 judged reasonable and necessary by the governing board.

3 (11) The state universities, the regional universities, and The  
4 Evergreen State College must accept the transfer of college-level  
5 courses taken by running start students if a student seeking a transfer  
6 of the college-level courses has been admitted to the state university,  
7 the regional university, or The Evergreen State College, and if the  
8 college-level courses are recognized as transferrable by the admitting  
9 institution of higher education.

10 NEW SECTION. **Sec. 604. STATE BOARD FOR COMMUNITY AND TECHNICAL**  
11 **COLLEGES**

12 (1) In order to operate within the state funds appropriated in this  
13 act, the state board is authorized to adopt and adjust tuition and fees  
14 for the 2013-14 and 2014-15 academic years as provided in this section.

15 (2) The state board may increase the tuition fees charged to  
16 resident undergraduate students by no more than three percent over the  
17 amounts charged to resident undergraduates during the prior academic  
18 year. The board may increase tuition fees under this subsection  
19 differentially based on student credit hour load, provided that the  
20 overall increase in average tuition revenue per student does not exceed  
21 three percent.

22 (3) For the 2013-14 and 2014-15 academic years, the state board may  
23 increase tuition fees charged to resident undergraduates enrolled in  
24 upper division applied baccalaureate programs by no more than three  
25 percent over the amounts charged during the prior academic year.

26 (4) Appropriations in section 605 include the restoration of the  
27 three percent reduction in compensation costs taken in the 2011-2013  
28 fiscal biennium. This funding is sufficient to implement 2013-2015  
29 collective bargaining agreements at institutions of higher education  
30 negotiated under chapter 41.80 RCW. The colleges may also use the  
31 restored funds for any other purpose including restoring prior  
32 compensation reductions, increasing compensation, and implementing  
33 other collective bargaining agreements.

34 (5) The state board may increase the tuition fees charged to  
35 nonresident students by amounts judged reasonable and necessary by the  
36 board.



1 (6) The trustees of the technical colleges are authorized to either  
2 (a) increase operating fees for resident undergraduates by no more than  
3 three percent over the amounts charged to resident undergraduates  
4 during the prior academic year; or (b) fully adopt the tuition fee  
5 charge schedule adopted by the state board for community colleges.

6 (7) For academic years 2013-14 and 2014-15, the trustees of the  
7 technical colleges are authorized to increase building fees by an  
8 amount judged reasonable in order to progress toward parity with the  
9 building fees charged students attending the community colleges.

10 (8) The state board is authorized to increase the maximum allowable  
11 services and activities fees as provided in RCW 28B.15.069. The  
12 trustees of the community and technical colleges are authorized to  
13 increase services and activities fees up to the maximum level  
14 authorized by the state board.

15 (9) The trustees of the community and technical colleges are  
16 authorized to adopt or increase charges for fee-based, self-sustaining  
17 programs such as summer session, international student contracts, and  
18 special contract courses by amounts judged reasonable and necessary by  
19 the trustees.

20 (10) The trustees of the community and technical colleges are  
21 authorized to adopt or increase special course and lab fees to the  
22 extent necessary to cover the reasonable and necessary exceptional cost  
23 of the course or service.

24 (11) The trustees of the community and technical colleges are  
25 authorized to adopt or increase administrative fees such as but not  
26 limited to those charged for application, matriculation, special  
27 testing, and transcripts by amounts judged reasonable and necessary by  
28 the trustees.

29 NEW SECTION. **Sec. 605. FOR THE STATE BOARD FOR COMMUNITY AND**  
30 **TECHNICAL COLLEGES**

|    |   |                 |
|----|---|-----------------|
| 31 | General Fund--State Appropriation (FY 2014) . . . . . | \$546,347,000   |
| 32 | General Fund--State Appropriation (FY 2015) . . . . . | \$548,382,000   |
| 33 | Community/Technical College Capital Projects          |                 |
| 34 | Account--State Appropriation . . . . .                | \$17,548,000    |
| 35 | Education Legacy Trust Account--State                 |                 |
| 36 | Appropriation . . . . .                               | \$107,922,000   |
| 37 | TOTAL APPROPRIATION . . . . .                         | \$1,220,199,000 |

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

3 (1) When implementing the appropriations in this section, the state  
4 board and the trustees of the individual community and technical  
5 colleges shall minimize impact on academic programs, maximize  
6 reductions in administration, and shall at least maintain, and endeavor  
7 to increase, enrollment opportunities and degree and certificate  
8 production in high employer-demand fields of study at their academic  
9 year 2008-09 levels.

10 (2) \$33,261,000 of the general fund--state appropriation for fiscal  
11 year 2014 and \$33,261,000 of the general fund--state appropriation for  
12 fiscal year 2015 are provided solely as special funds for training and  
13 related support services, including financial aid, as specified in RCW  
14 28C.04.390. Funding is provided to support at least 6,200 full-time  
15 equivalent students in fiscal year 2014 and at least 6,200 full-time  
16 equivalent students in fiscal year 2015.

17 (3) \$5,450,000 of the education legacy trust account--state  
18 appropriation is provided solely for administration and customized  
19 training contracts through the job skills program.

20 (4) \$3,928,000 of the education legacy trust account appropriation  
21 is provided solely for the expansion of enrollment in aerospace and  
22 STEM (science, technology, engineering and math) programs. The state  
23 board will work with the education research and data center to  
24 establish program baselines and demonstrate enrollment increases. By  
25 September 1, 2014, and each September 1st thereafter, the state board  
26 shall provide a report that provides the specific detail on how these  
27 amounts were spent in the preceding fiscal year, any process changes or  
28 best-practices implemented by the colleges, and how many students are  
29 enrolled in aerospace and STEM programs above the 2012-2013 academic  
30 year baseline.

31 (5) \$200,000 of the education legacy trust account appropriation is  
32 provided solely for the aerospace center of excellence currently hosted  
33 by Everett community college to:

34 (a) Increase statewide communications and outreach between industry  
35 sectors, industry organizations, businesses, K-12 schools, colleges,  
36 and universities;

37 (b) Enhance information technology to increase business and student  
38 accessibility and use of the center's web site; and

1 (c) Act as the information entry point for prospective students and  
2 job seekers regarding education, training, and employment in the  
3 industry.

4 (6) \$362,000 of the education legacy trust account appropriation is  
5 provided solely for the opportunity center for employment and education  
6 internet technology integration project at north Seattle community  
7 college.

8 (7) \$510,000 of the education legacy trust account appropriation is  
9 provided solely for implementation of a maritime industries training  
10 program at south Seattle community college.

11 (8) \$200,000 of the general fund--state appropriation for fiscal  
12 year 2014 and \$200,000 of the general fund--state appropriation for  
13 fiscal year 2015 are provided solely for the labor center at the  
14 Georgetown south Seattle community college campus. \$50,000 of the  
15 amount provided in this subsection for fiscal year 2014 and \$50,000 of  
16 the amounts for 2015 are provided solely for the labor center archive  
17 project.

18 (9) \$7,500,000 of the education legacy trust account appropriation  
19 is provided solely for the student achievement initiative.

20 (10) \$500,000 of the general fund--state appropriation for fiscal  
21 year 2014 is provided solely for implementation of Second Substitute  
22 Senate Bill No. 5624 (STEM or career and tech ed). If the bill is not  
23 enacted by June 30, 2013, the amount provided in this subsection shall  
24 lapse.

25 (11) Community and technical colleges are not required to send mass  
26 mailings of course catalogs to residents of their districts. Community  
27 and technical colleges shall consider lower cost alternatives, such as  
28 mailing postcards or brochures that direct individuals to online  
29 information and other ways of acquiring print catalogs.

30 (12) The state board for community and technical colleges shall not  
31 use funds appropriated in this section to support intercollegiate  
32 athletics programs.

33 **NEW SECTION. Sec. 606. FOR THE UNIVERSITY OF WASHINGTON**

|    |   |               |
|----|---|---------------|
| 34 | General Fund--State Appropriation (FY 2014) . . . . . | \$223,938,000 |
| 35 | General Fund--State Appropriation (FY 2015) . . . . . | \$224,619,000 |
| 36 | Geoduck Aquaculture Research Account--State           |               |
| 37 | Appropriation . . . . .                               | \$300,000     |

|   |   |               |
|---|---|---------------|
| 1 | Education Legacy Trust Account--State Appropriation . . . .   | \$20,769,000  |
| 2 | Economic Development Strategic Reserve Account--              |               |
| 3 | State Appropriation . . . . .                                 | \$3,000,000   |
| 4 | Biotoxin Account--State Appropriation . . . . .               | \$390,000     |
| 5 | Accident Account--State Appropriation . . . . .               | \$6,754,000   |
| 6 | Medical Aid Account--State Appropriation . . . . .            | \$6,556,000   |
| 7 | Aquatic Land Enhancement Account--State Appropriation . . . . | \$700,000     |
| 8 | State Toxics Control Account--State Appropriation . . . . .   | \$1,120,000   |
| 9 | TOTAL APPROPRIATION . . . . .                                 | \$488,146,000 |

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

12       (1) In implementing the appropriations in this section, the  
13 president and regents shall seek to minimize impacts on student  
14 services and instructional programs by maximizing reductions in  
15 administration and other noninstructional activities.

16       (2) \$300,000 of the geoduck aquaculture research account--state  
17 appropriation is provided solely for the University of Washington sea  
18 grant program to commission scientific research studies that examine  
19 possible negative and positive effects, including the cumulative  
20 effects and the economic contribution, of evolving shellfish  
21 aquaculture techniques and practices on Washington's economy and marine  
22 ecosystems. The research conducted for the studies is not intended to  
23 be a basis for an increase in the number of shellfish harvesting  
24 permits available and should be coordinated with any research efforts  
25 related to ocean acidification. The University of Washington must  
26 submit an annual report detailing any findings and outline the progress  
27 of the study, consistent with RCW 43.01.036, to the appropriate  
28 legislative committees by December 1st of each year.

29       (3) \$52,000 of the general fund--state appropriation for fiscal  
30 year 2014 and \$52,000 of the general fund--state appropriation for  
31 fiscal year 2015 are provided solely for the center for international  
32 trade in forest products in the college of forest resources.

33       (4) \$2,000,000 of the education legacy trust account appropriation  
34 is provided solely for the college of engineering to support an  
35 increase in the number of engineering graduates by 425 students. By  
36 September 1, 2013, and each September 1st thereafter, the university  
37 shall provide an updated report that provides the specific detail on

1 how these amounts were spent in the preceding fiscal year, any process  
2 changes or best-practices implemented by the college, and how many  
3 students are enrolled in engineering programs above the baseline.

4 (5) \$14,491,000 of the education legacy trust account appropriation  
5 is provided solely for the expansion of computer science and  
6 engineering enrollments. The university will work with the education  
7 research and data center to establish program baselines and demonstrate  
8 enrollment increases. By September 1, 2014, and each September 1st  
9 thereafter, the university shall provide a report that provides the  
10 specific detail on how these amounts were spent in the preceding fiscal  
11 year, including but not limited to the cost per student, student  
12 completion rates, and the number of low-income students enrolled in  
13 each program, any process changes or best-practices implemented by the  
14 college, and how many students are enrolled in computer science and  
15 engineering programs above the 2012-2013 academic year baseline.

16 (6) \$4,500,000 of the general fund--state appropriation for fiscal  
17 year 2014 and \$4,500,000 of the general fund--state appropriation for  
18 fiscal year 2015 are provided solely for creation of a clean energy  
19 institute. The institute shall integrate physical sciences and  
20 engineering with a research focus on energy storage and solar energy.

21 (7) \$3,000,000 of the economic development strategic reserve  
22 account appropriation is provided solely to support the joint center  
23 for aerospace innovation technology.

24 (8) Within existing resources, the University of Washington shall  
25 establish a forestry program.

26 (9) \$700,000 of the aquatic lands enhancement account--state  
27 appropriation and \$1,120,000 of the state toxics control account--state  
28 appropriation are provided solely for the center on ocean acidification  
29 and related work necessary to implement the recommendations of the  
30 governor's blue ribbon task force on ocean acidification. The  
31 university shall provide staffing for this purpose.

32 (10) The University of Washington shall not use funds appropriated  
33 in this section to support intercollegiate athletics programs.

34 **NEW SECTION. Sec. 607. FOR WASHINGTON STATE UNIVERSITY**

|    |   |               |
|----|---|---------------|
| 35 | General Fund--State Appropriation (FY 2014) . . . . . | \$145,725,000 |
| 36 | General Fund--State Appropriation (FY 2015) . . . . . | \$147,810,000 |
| 37 | State Wildlife Account--State Appropriation . . . . . | \$400,000     |

1 Education Legacy Trust Account--State Appropriation . . . . \$39,377,000  
2 TOTAL APPROPRIATION . . . . . \$333,312,000

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

5 (1) In implementing the appropriations in this section, the  
6 president and regents shall seek to minimize impacts on student  
7 services and instructional programs by maximizing reductions in  
8 administration and other noninstructional activities.

9 (2) \$2,000,000 of the education legacy trust account appropriation  
10 is provided solely for the college of engineering to support an  
11 increase in the number of engineering graduates by 425 students. By  
12 September 1, 2013, and each September 1st thereafter, the university  
13 shall provide an updated report that provides the specific detail on  
14 how these amounts were spent in the preceding fiscal year, any process  
15 changes or best-practices implemented by the college, and how many  
16 students are enrolled in engineering programs above the baseline.

17 (3) \$8,389,000 of the education legacy trust account appropriation  
18 is provided solely for the expansion of computer science and  
19 engineering enrollments. The university will work with the education  
20 research and data center to establish program baselines and demonstrate  
21 enrollment increases. By September 1, 2014, and each September 1st  
22 thereafter, the university shall provide a report that provides the  
23 specific detail on how these amounts were spent in the preceding fiscal  
24 year, including but not limited to the cost per student, student  
25 completion rates, and the number of low-income students enrolled in  
26 each program, any process changes or best-practices implemented by the  
27 college, and how many students are enrolled in computer science and  
28 engineering programs above the 2012-2013 academic year baseline.

29 (4) \$25,000 of the general fund--state appropriation for fiscal  
30 year 2014 is provided solely for the Ruckelshaus center to collaborate  
31 with local governments, the media, and representatives of the public  
32 regarding public record requests made to local government. The center  
33 shall facilitate meetings and discussions and report to the appropriate  
34 committees of the legislature. The report shall include information  
35 on:

36 (a) Recommendations related to balancing open public records with  
37 concerns of local governments related to interfering with the work of  
38 the local government;

- 1 (b) Resources necessary to accommodate requests;
- 2 (c) Potential harassment of government employees;
- 3 (d) Potential safety concerns of people named in the record;
- 4 (e) Potentially assisting criminal activity; and
- 5 (f) Other issues brought forward by the participants.

6 The center shall report to the appropriate committees of the  
7 legislature by December 15, 2013.

8 (5) \$100,000 of the general fund--state appropriation for fiscal  
9 year 2014 and \$100,000 of the general fund--state appropriation for  
10 fiscal year 2015 are provided solely for the Washington State  
11 University agricultural research center to conduct public outreach and  
12 education related to nonlethal methods of mitigating conflicts between  
13 livestock and large wild carnivores. An additional \$400,000 of the  
14 state wildlife account--state appropriation is provided solely to the  
15 center to conduct a detailed analysis of such methods. The amounts  
16 appropriated in this subsection may not be subject to an administrative  
17 fee or charge, and must be used for costs directly associated with the  
18 research and analysis.

19 (6) \$2,065,000 of the general fund--state appropriation for fiscal  
20 year 2014 and \$3,035,000 of the general fund--state appropriation for  
21 fiscal year 2015 are provided solely for expansion of medical education  
22 and biomedical research in Spokane.

23 (7) Washington State University shall not use funds appropriated in  
24 this section to support intercollegiate athletic programs.

25 **NEW SECTION. Sec. 608. FOR EASTERN WASHINGTON UNIVERSITY**

|    |   |              |
|----|---|--------------|
| 26 | General Fund--State Appropriation (FY 2014) . . . . .         | \$28,593,000 |
| 27 | General Fund--State Appropriation (FY 2015) . . . . .         | \$28,702,000 |
| 28 | Education Legacy Trust Account--State Appropriation . . . . . | \$16,401,000 |
| 29 | TOTAL APPROPRIATION . . . . .                                 | \$73,696,000 |

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

32 (1) In implementing the appropriations in this section, the  
33 president and governing board shall seek to minimize impacts on student  
34 services and instructional programs by maximizing reductions in  
35 administration and other noninstructional activities.

36 (2) \$2,082,000 of the education legacy trust account appropriation  
37 is provided solely for improvements in student completion and retention

1 rates in order to increase the university's four year graduation rate.  
2 By September 1, 2014, and each September 1st thereafter, the university  
3 shall provide a report that provides the specific details on how these  
4 amounts were spent in the preceding fiscal year, any process changes or  
5 best-practices implemented by the university, and any changes in  
6 completion and retention rates.

7 (3) At least \$200,000 of the general fund--state appropriation for  
8 fiscal year 2014 and at least \$200,000 of the general fund--state  
9 appropriation for fiscal year 2015 shall be expended on the Northwest  
10 autism center.

11 (4) Eastern Washington University shall not use funds appropriated  
12 in this section to support intercollegiate athletics programs.

13 NEW SECTION. **Sec. 609. FOR CENTRAL WASHINGTON UNIVERSITY**

14 General Fund--State Appropriation (FY 2014) . . . . . \$25,851,000  
15 General Fund--State Appropriation (FY 2015) . . . . . \$25,962,000  
16 Education Legacy Trust Account--State Appropriation . . . . \$19,819,000  
17 TOTAL APPROPRIATION . . . . . \$71,632,000

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

20 (1) In implementing the appropriations in this section, the  
21 president and governing board shall seek to minimize impacts on student  
22 services and instructional programs by maximizing reductions in  
23 administration and other noninstructional activities.

24 (2) \$2,761,000 of the education legacy trust account appropriation  
25 is provided solely for improvements in student completion and retention  
26 rates in order to increase the university's four year graduation rate.  
27 By September 1, 2014, and each September 1st thereafter, the university  
28 shall provide a report that provides the specific details on how these  
29 amounts were spent in the preceding fiscal year, any process changes or  
30 best-practices implemented by the university, and any changes in  
31 completion and retention rates.

32 (3) \$25,000 of the general fund--state appropriation for fiscal  
33 year 2014 is provided solely for the college of education to conduct a  
34 study identifying the duties encompassed in a state-funded teacher's  
35 typical work day. The study must include an estimate of the percent of  
36 a teacher's typical day that is spent on teaching related duties and



1 the percentage of the teacher's day that is spent on duties that are  
2 not directly related to teaching. The university shall submit a report  
3 to the appropriate committees of the legislature by December 1, 2013.

4 (4) Amounts appropriated in this section are sufficient for the  
5 university to develop a plan to create an online degree granting entity  
6 that awards degrees based on an alternative credit model. The  
7 university shall submit a final plan by December 1, 2013, to the higher  
8 education committees of the legislature.

9 (5) Central Washington University shall not use funds appropriated  
10 in this section to support intercollegiate athletics programs.

11 NEW SECTION. **Sec. 610. FOR THE EVERGREEN STATE COLLEGE**

|    |   |              |
|----|---|--------------|
| 12 | General Fund--State Appropriation (FY 2014) . . . . .         | \$16,769,000 |
| 13 | General Fund--State Appropriation (FY 2015) . . . . .         | \$16,548,000 |
| 14 | Education Legacy Trust Account--State Appropriation . . . . . | \$5,855,000  |
| 15 | TOTAL APPROPRIATION . . . . .                                 | \$39,172,000 |

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

18 (1) In implementing the appropriations in this section, the  
19 president and governing board shall seek to minimize impacts on student  
20 services and instructional programs by maximizing reductions in  
21 administration and other noninstructional activities.

22 (2) \$1,157,000 of the education legacy trust account appropriation  
23 is provided solely for instructional support. By September 1, 2014,  
24 and each September 1st thereafter, the college shall provide a report  
25 that provides the specific details on how these amounts were spent in  
26 the preceding fiscal year and any process changes or best-practices  
27 implemented by the college.

28 (3) \$75,000 of the general fund--state appropriation for fiscal  
29 year 2014 is provided solely for the Washington state institution for  
30 public policy to conduct a comprehensive study of the financial  
31 incentives promoting distributed generation in Washington. Distributed  
32 generation is electric generation, often from renewable resources,  
33 connected to a utility's distribution grid and located at or near where  
34 the electricity will be used.

35 (a) Specifically, the institute's study shall:

36 (i) Include a review of the costs and benefits of net metering, the  
37 renewable energy investment cost recovery program, other tax credits,

1 reductions, and exemptions, and the provisions of double renewable  
2 energy credits for renewable resource generation projects under five  
3 megawatts as allowed under the energy independence act;

4 (ii) Determine whether the incentives available to distributed  
5 generation are consistent with one another and work together in meeting  
6 the state's goals for the electric distribution system and promoting  
7 cost-effective distributed generation;

8 (iii) Evaluate whether the current incentive structure encourages  
9 long-term, sustainable energy and environmental benefits to the  
10 ratepayers and the citizens of Washington;

11 (iv) Recommend, as needed, changes to the current incentive  
12 structure or new policies based on its findings;

13 (v) Contain both a region specific life-cycle assessment and  
14 economic analysis of distributed generation; and

15 (vi) Establish a system to properly assign incentives to  
16 distributed generation on a per-technology basis, based on the costs  
17 and benefits associated with each technology type.

18 (b) The institute shall provide a final report to the legislature  
19 by February 1, 2014.

20 (4) Funding provided in this section is sufficient for The  
21 Evergreen State College to continue operations of the Longhouse Center  
22 and the Northwest Indian applied research institute.

23 (5) \$250,000 of the general fund--state appropriation for fiscal  
24 year 2014 is provided solely for the Washington state institute for  
25 public policy to provide primary staff support for a K-12 funding task  
26 force established in this subsection.

27 (a) The task force shall be composed of the following members:

28 (i) Two members from each of the largest caucuses of the house of  
29 representatives, appointed by the speaker of the house of  
30 representatives;

31 (ii) Two members from each of the largest caucuses of the senate,  
32 appointed by the president of the senate;

33 (iii) The superintendent of public instruction or designee; and

34 (iv) Three members appointed by the governor.

35 (b) The task force shall be chaired or cochaired by legislative  
36 members selected by members of the task force.

37 (c) The purpose of the task force is to examine options and make  
38 recommendations to the legislature on the following topics:

1 (i) Revised salary allocation methodologies and models for  
2 administrative, classified, and certificated instructional staff in  
3 public schools. The salary allocation model for certificated  
4 instructional staff must address regional salary differentials;

5 (ii) Policies and funding to support career and technical  
6 education, including:

7 (A) A revised funding allocation methodology for career and  
8 technical education for middle schools, comprehensive high schools, and  
9 skill centers through the prototypical school funding formula;

10 (B) Recommended capital facilities policies related to the siting  
11 of skill center campuses, including skill centers colocated on  
12 comprehensive high school and higher education campuses; and

13 (C) The feasibility of establishing technical high schools as an  
14 alternative delivery model for integrated secondary career and academic  
15 education; and

16 (iii) The appropriate use of state and local property taxes to  
17 support the financing of public schools, modifications to property tax  
18 growth limitations, and strategies for improving the stability and  
19 transparency of such use.

20 (d) The task force shall submit an interim report to the education  
21 and fiscal committees of the legislature by December 1, 2013, and a  
22 final report by December 1, 2014.

23 (e) Additional staff support for the task force shall be provided  
24 as needed by the house office of program research, the senate committee  
25 services, and the office of financial management.

26 (6) Notwithstanding other provisions in this section, the board of  
27 directors for the Washington state institute for public policy may  
28 adjust due dates for projects included on the institute's 2013-2015  
29 work plan as necessary to efficiently manage workload.

30 (7) The Evergreen State College shall not use funds appropriated in  
31 this section to support intercollegiate athletics programs.

32 **NEW SECTION. Sec. 611. FOR WESTERN WASHINGTON UNIVERSITY**

|    |   |              |
|----|---|--------------|
| 33 | General Fund--State Appropriation (FY 2014) . . . . . | \$37,815,000 |
| 34 | General Fund--State Appropriation (FY 2015) . . . . . | \$37,962,000 |
| 35 | Education Legacy Trust Account--State                 |              |
| 36 | Appropriation . . . . .                               | \$14,037,000 |
| 37 | TOTAL APPROPRIATION . . . . .                         | \$89,814,000 |

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

3 (1) In implementing the appropriations in this section, the  
4 president and governing board shall seek to minimize impacts on student  
5 services and instructional programs by maximizing reductions in  
6 administration and other noninstructional activities.

7 (2) \$5,958,000 of the education legacy trust account appropriation  
8 is provided solely for the expansion of computer science and  
9 engineering enrollments. The university will work with the education  
10 research and data center to establish program baselines and demonstrate  
11 enrollment increases. By September 1, 2014, and each September 1st  
12 thereafter, the university shall provide a report that provides the  
13 specific detail on how these amounts were spent in the preceding fiscal  
14 year, including but not limited to the cost per student, student  
15 completion rates, and the number of low-income students enrolled in  
16 each program, any process changes or best-practices implemented by the  
17 college, and how many students are enrolled in computer science and  
18 engineering programs above the 2012-2013 academic year baseline.

19 (3) Western Washington University shall not use funds appropriated  
20 in this section to support intercollegiate athletics programs.

21 NEW SECTION. **Sec. 612. FOR THE STUDENT ACHIEVEMENT COUNCIL--**  
22 **POLICY COORDINATION AND ADMINISTRATION**

|    |   |              |
|----|---|--------------|
| 23 | General Fund--State Appropriation (FY 2014) . . . . . | \$5,307,000  |
| 24 | General Fund--State Appropriation (FY 2015) . . . . . | \$5,331,000  |
| 25 | General Fund--Federal Appropriation . . . . .         | \$4,818,000  |
| 26 | TOTAL APPROPRIATION . . . . .                         | \$15,456,000 |

27 The appropriations in this section are subject to the following  
28 conditions and limitations: The student achievement council is  
29 authorized to increase or establish fees for initial degree  
30 authorization, degree authorization renewal, degree authorization  
31 reapplication, new program applications, and new site applications  
32 pursuant to RCW 28B.85.060.

33 NEW SECTION. **Sec. 613. FOR THE STUDENT ACHIEVEMENT COUNCIL--**  
34 **OFFICE OF STUDENT FINANCIAL ASSISTANCE**

|    |   |               |
|----|---|---------------|
| 35 | General Fund--State Appropriation (FY 2014) . . . . . | \$234,928,000 |
| 36 | General Fund--State Appropriation (FY 2015) . . . . . | \$236,917,000 |

|   |   |               |
|---|---|---------------|
| 1 | General Fund--Federal Appropriation . . . . .                 | \$11,653,000  |
| 2 | General Fund--Private/Local Appropriation . . . . .           | \$34,000      |
| 3 | Education Legacy Trust Account--State Appropriation . . . . . | \$66,577,000  |
| 4 | Washington Opportunity Pathways Account--State                |               |
| 5 | Appropriation . . . . .                                       | \$170,000,000 |
| 6 | TOTAL APPROPRIATION . . . . .                                 | \$720,109,000 |

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

9       (1) \$224,750,000 of the general fund--state appropriation for  
10 fiscal year 2014, \$227,290,000 of the general fund--state  
11 appropriation, \$47,900,000 of the education legacy trust account--state  
12 appropriation, and \$150,000,000 of the opportunity pathways account--  
13 state appropriation are provided solely for student financial aid  
14 payments under the state need grant and state work study programs  
15 including up to four percent administrative allowance for the state  
16 work study program.

17       (2) Changes made to the state need grant program in the 2011-2013  
18 fiscal biennium are continued in the 2013-2015 fiscal biennium  
19 including aligning increases in awards given to private institutions  
20 with the annual tuition increases for public research institutions or  
21 the private institution's average annual tuition increase experience of  
22 3.5 percent per year, whichever is less, and reducing the awards for  
23 students who first enrolled as a new student in for-profit institutions  
24 as of the 2011-2012 academic year or thereafter by fifty percent.

25       (3) Changes made to the state work study program in the 2009-2011  
26 and 2011-2013 fiscal biennia are continued in the 2013-2015 fiscal  
27 biennium including maintaining the increased required employer share of  
28 wages; adjusted employer match rates; discontinuation of nonresident  
29 student eligibility for the program; and revising distribution methods  
30 to institutions by taking into consideration other factors such as off-  
31 campus job development, historical utilization trends, and student  
32 need.

33       (4) Within the funds appropriated in this section, eligibility for  
34 the state need grant shall include students with family incomes at or  
35 below 70 percent of the state median family income (MFI), adjusted for  
36 family size, and shall include students enrolled in three to five  
37 credit-bearing quarter credits, or the equivalent semester credits.  
38 The student achievement council shall report to the legislature by

1 December 1, 2014, regarding the number of students enrolled in three to  
2 five credit-bearing quarter credits, or the equivalent semester  
3 credits, and their academic progress including degree completion.  
4 Awards for all students shall be adjusted by the estimated amount by  
5 which Pell grant increases exceed projected increases in the  
6 noninstructional costs of attendance. Awards for students with incomes  
7 between 51 and 70 percent of the state median shall be prorated at the  
8 following percentages of the award amount granted to those with incomes  
9 below 51 percent of the MFI: 70 percent for students with family  
10 incomes between 51 and 55 percent MFI; 65 percent for students with  
11 family incomes between 56 and 60 percent MFI; 60 percent for students  
12 with family incomes between 61 and 65 percent MFI; and 50 percent for  
13 students with family incomes between 66 and 70 percent MFI.

14 (5) Students who are eligible for the college bound scholarship  
15 shall be given priority for the state need grant program if the  
16 students have applied by the institution's priority financial aid  
17 deadline and have completed their financial aid file in a timely  
18 manner. These eligible college bound students whose family incomes are  
19 in the 0-65 median family income ranges shall be awarded the maximum  
20 state need grant for which they are eligible under state policies and  
21 may not be denied maximum state need grant funding due to institutional  
22 policies or delayed awarding of college bound scholarship students.

23 (6) \$18,677,000 of the education legacy trust account--state  
24 appropriation, and \$20,000,000 of the Washington opportunity pathways  
25 account--state appropriation are provided solely for the college bound  
26 scholarship program. This amount assumes that college bound  
27 scholarship recipients will receive priority for state need grant  
28 awards in fiscal year 2014 and fiscal year 2015. If this policy of  
29 prioritization is not fully achieved, it is the intent of this  
30 legislation to provide supplemental appropriations in the 2014  
31 supplemental operating budget.

32 (7) Students who meet the qualifications pursuant to section 955 of  
33 this act are eligible to receive state need grant awards.

34 (8) \$100,000 of the general fund--state appropriation for fiscal  
35 year 2014 is provided solely for the council to develop an alternative  
36 financial aid application for students without a nine digit federal  
37 identification number.

1 (9) \$2,236,000 of the general fund--state appropriation for fiscal  
 2 year 2014 and \$2,236,000 of the general fund--state appropriation for  
 3 fiscal year 2015 are provided solely for the passport to college  
 4 program. The maximum scholarship award shall be \$5,000. The board  
 5 shall contract with a nonprofit organization to provide support  
 6 services to increase student completion in their postsecondary program  
 7 and shall, under this contract, provide a minimum of \$500,000 in fiscal  
 8 years 2014 and 2015 for this purpose.

9 (10) In developing the skilled and educated workforce report  
 10 pursuant to RCW 28B.77.080(3), the council shall use the bureau of  
 11 labor statistics analysis of the education and training requirements of  
 12 occupations, in addition to any other method the council may choose to  
 13 use, to assess the number and type of higher education and training  
 14 credentials required to match employer demand for a skilled and  
 15 educated workforce.

16 **NEW SECTION. Sec. 614. FOR THE WORK FORCE TRAINING AND EDUCATION**  
 17 **COORDINATING BOARD**

|    |   |              |
|----|---|--------------|
| 18 | General Fund--State Appropriation (FY 2014) . . . . . | \$1,582,000  |
| 19 | General Fund--State Appropriation (FY 2015) . . . . . | \$1,484,000  |
| 20 | General Fund--Federal Appropriation . . . . .         | \$54,264,000 |
| 21 | TOTAL APPROPRIATION . . . . .                         | \$57,330,000 |

22 The appropriations in this section are subject to the following  
 23 conditions and limitations: For the 2013-2015 fiscal biennium the  
 24 board shall not designate recipients of the Washington award for  
 25 vocational excellence or recognize them at award ceremonies as provided  
 26 in RCW 28C.04.535.

27 **NEW SECTION. Sec. 615. FOR THE DEPARTMENT OF EARLY LEARNING**

|    |   |               |
|----|---|---------------|
| 28 | General Fund--State Appropriation (FY 2014) . . . . .           | \$36,781,000  |
| 29 | General Fund--State Appropriation (FY 2015) . . . . .           | \$52,769,000  |
| 30 | General Fund--Federal Appropriation . . . . .                   | \$293,727,000 |
| 31 | Opportunity Pathways Account--State Appropriation . . . . .     | \$80,000,000  |
| 32 | Home Visiting Services Account--State Appropriation . . . . .   | \$2,868,000   |
| 33 | Home Visiting Services Account--Federal Appropriation . . . . . | \$22,757,000  |
| 34 | Children's Trust Account--State Appropriation . . . . .         | \$180,000     |
| 35 | TOTAL APPROPRIATION . . . . .                                   | \$489,082,000 |

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

3 (1) \$22,197,000 of the general fund--state appropriation for fiscal  
4 year 2014, \$40,538,000 of the general fund--state appropriation for  
5 fiscal year 2015, and \$80,000,000 of the opportunity pathways account  
6 appropriation are provided solely for the early childhood education  
7 assistance program services. Of these amounts, \$10,284,000 is a  
8 portion of the biennial amount of state maintenance of effort dollars  
9 required to receive federal child care and development fund grant  
10 dollars.

11 (2) \$638,000 of the general fund--state appropriation for fiscal  
12 year 2014, and \$638,000 of the general fund--state appropriation for  
13 fiscal year 2015 are provided solely for child care resource and  
14 referral network services.

15 (3) \$200,000 of the general fund--state appropriation for fiscal  
16 year 2014 and \$200,000 of the general fund--state appropriation for  
17 fiscal year 2015 are provided solely to develop and provide culturally  
18 relevant supports for parents, family, and other caregivers.

19 (4) The department is the lead agency for and recipient of the  
20 federal child care and development fund grant. Amounts within this  
21 grant shall be used to fund child care licensing, quality initiatives,  
22 agency administration, and other costs associated with child care  
23 subsidies. The department shall transfer a portion of this grant to  
24 the department of social and health services to fund the child care  
25 subsidies paid by the department of social and health services on  
26 behalf of the department of early learning.

27 (5) \$1,434,000 of the general fund--state appropriation for fiscal  
28 year 2014, \$1,434,000 of the general fund--state appropriation for  
29 fiscal year 2015 are provided solely for expenditure into the home  
30 visiting services account. This funding is intended to meet federal  
31 maintenance of effort requirements and to secure private matching  
32 funds.

33 (6)(a) \$153,717,000 of the general fund--federal appropriation is  
34 provided solely for the working connections child care program under  
35 RCW 43.215.135.

36 (b) In addition to groups that were given prioritized access to the  
37 working connections child care program effective March 1, 2011, the  
38 department shall also give prioritized access into the program to



1 families in which a parent of a child in care is a minor who is not  
2 living with a parent or guardian and who is a full-time student in a  
3 high school that has a school-sponsored on-site child care center.

4 (7) Within available amounts, the department in consultation with  
5 the office of financial management and the department of social and  
6 health services shall report quarterly enrollments and active caseload  
7 for the working connections child care program to the legislative  
8 fiscal committees and the legislative-executive WorkFirst oversight  
9 task force. The report shall also identify the number of cases  
10 participating in both temporary assistance for needy families and  
11 working connections child care.

12 (8) \$1,025,000 of the general fund--state appropriation for fiscal  
13 year 2014, \$1,025,000 of the general fund--state appropriation for  
14 fiscal year 2015, and \$13,424,000 of the general fund--federal  
15 appropriation are provided solely for the seasonal child care program.  
16 If federal sequestration cuts are realized, cuts to the seasonal child  
17 care program must be proportional to other federal reductions made  
18 within the department.

19 (9) \$4,122,000 of the general fund--state appropriation for fiscal  
20 year 2014, \$2,522,000 of the general fund--state appropriation for  
21 fiscal year 2015, and \$4,304,000 of the general fund--federal  
22 appropriation are provided solely for the medicaid treatment child care  
23 (MTCC) program. The department shall contract for MTCC services to  
24 provide therapeutic child care and other specialized treatment services  
25 to abused, neglected, at-risk, and/or drug-affected children. Priority  
26 for services shall be given to children referred from the department of  
27 social and health services children's administration. In addition to  
28 referrals made by children's administration, the department shall  
29 authorize services for children referred to the MTCC program, as long  
30 as the children meet the eligibility requirements as outlined in the  
31 Washington state plan for the MTCC program.

32 (a) Of the amounts appropriated in this subsection, \$60,000 per  
33 fiscal year may be used by the department for administering the MTCC  
34 program, if needed.

35 (b) Of the amounts provided in this subsection, \$1,600,000 of the  
36 general fund--state appropriation for fiscal year 2014 is provided  
37 solely to continue providing services in the event of losing federal

1 funding for the MTCC program. To the extent that the moneys provided  
2 in this subsection (9)(b) are not necessary for this purpose, the  
3 amounts provided shall lapse.

4 (10) \$150,000 of the general fund--state appropriation for fiscal  
5 year 2014 and \$150,000 of the general fund--state appropriation for  
6 fiscal year 2015 are provided solely for a contract with a nonprofit  
7 entity experienced in the provision of promoting early literacy for  
8 children through pediatric office visits.

9 (11) \$721,000 of the general fund--state appropriation for fiscal  
10 year 2014 is provided solely for the department to complete development  
11 work of the electronic benefits transfer system.

12 (12) \$793,000 of the general fund--state appropriation for fiscal  
13 year 2014 and \$796,000 of the general fund--state appropriation for  
14 fiscal year 2015 are provided solely for implementation of an  
15 electronic benefits transfer system. To the maximum extent possible,  
16 the department shall work to integrate this system with the department  
17 of social and health services payment system. The amounts provided in  
18 this subsection are conditioned on the department satisfying the  
19 requirements of the project management oversight standards and policies  
20 established by the office of the chief information officer and the  
21 provisions of section 943 of this act, information systems projects.

22 (13) \$32,000 of the general fund--state appropriation for fiscal  
23 year 2014 is provided solely for implementation of Second Substitute  
24 Senate Bill No. 5595 (child care reform). If the bill is not enacted  
25 by June 30, 2013, the amounts provided in this subsection shall lapse.

26 (14)(a)(i) The department of early learning is required to provide  
27 to the education research and data center, housed at the office of  
28 financial management, data on all state-funded early childhood  
29 programs. These programs include the early support for infants and  
30 toddlers, early childhood education and assistance program (ECEAP), and  
31 the working connections and seasonal subsidized childcare programs  
32 including license exempt facilities or family, friend, and neighbor  
33 care. The data provided by the department to the education research  
34 data center must include information on children who participate in  
35 these programs, including their name and date of birth, and dates the  
36 child received services at a particular facility.

37 (ii) The ECEAP early learning professionals must enter  
38 qualifications into the department's professional development registry

1 during the 2013-14 school year. By October 2015, the department must  
2 provide ECEAP early learning professional data to the education  
3 research data center.

4 (iii) The department must request federally funded head start  
5 programs to voluntarily provide data to the department and the  
6 education research data center that is equivalent to what is being  
7 provided for state-funded programs.

8 (iv) The education research and data center must provide a report  
9 on early childhood program participation and K-12 outcomes to the house  
10 of representatives appropriations committee and the senate ways and  
11 means committee using available data by November 2013 for the school  
12 year ending in 2012 and again in March 2014 for the school year ending  
13 in 2013.

14 (b) The department, in consultation with the department of social  
15 and health services, must withhold payment for services to early  
16 childhood programs that do not report on the name, date of birth, and  
17 the dates a child received services at a particular facility.

18 NEW SECTION. **Sec. 616. FOR THE STATE SCHOOL FOR THE BLIND**

|    |   |               |
|----|---|---------------|
| 19 | General Fund--State Appropriation (FY 2014) . . . . . | \$6,032,000   |
| 20 | General Fund--State Appropriation (FY 2015) . . . . . | \$5,832,000   |
| 21 | General Fund--Private/Local Appropriation . . . . .   | .\$17,000     |
| 22 | TOTAL APPROPRIATION . . . . .                         | .\$11,881,000 |

23 NEW SECTION. **Sec. 617. FOR THE WASHINGTON STATE CENTER FOR**  
24 **CHILDHOOD DEAFNESS AND HEARING LOSS**

|    |   |               |
|----|---|---------------|
| 25 | General Fund--State Appropriation (FY 2014) . . . . . | \$8,615,000   |
| 26 | General Fund--State Appropriation (FY 2015) . . . . . | \$8,628,000   |
| 27 | TOTAL APPROPRIATION . . . . .                         | .\$17,243,000 |

28 NEW SECTION. **Sec. 618. FOR THE WASHINGTON STATE ARTS COMMISSION**

|    |   |             |
|----|---|-------------|
| 29 | General Fund--State Appropriation (FY 2014) . . . . . | \$1,125,000 |
| 30 | General Fund--State Appropriation (FY 2015) . . . . . | \$1,104,000 |
| 31 | General Fund--Federal Appropriation . . . . .         | \$2,075,000 |
| 32 | General Fund--Private/Local Appropriation . . . . .   | .\$12,000   |
| 33 | TOTAL APPROPRIATION . . . . .                         | \$4,316,000 |

|   |   |                  |  |
|---|---|------------------|--|
| 1 | <u>NEW SECTION.</u>                         | <b>Sec. 619.</b> | <b>FOR THE WASHINGTON STATE HISTORICAL</b> |
| 2 | <b>SOCIETY</b>                              |                  |  |
| 3 | General Fund--State Appropriation (FY 2014) | . . . . .        | \$2,123,000                                |
| 4 | General Fund--State Appropriation (FY 2015) | . . . . .        | \$2,158,000                                |
| 5 | TOTAL APPROPRIATION                         | . . . . .        | \$4,281,000                                |

|    |   |                  |   |
|----|---|------------------|---|
| 6  | <u>NEW SECTION.</u>                         | <b>Sec. 620.</b> | <b>FOR THE EASTERN WASHINGTON STATE</b> |
| 7  | <b>HISTORICAL SOCIETY</b>                   |                  |   |
| 8  | General Fund--State Appropriation (FY 2014) | . . . . .        | \$1,600,000                             |
| 9  | General Fund--State Appropriation (FY 2015) | . . . . .        | \$1,537,000                             |
| 10 | TOTAL APPROPRIATION                         | . . . . .        | \$3,137,000                             |

(End of part)

PART VII  
SPECIAL APPROPRIATIONS

NEW SECTION. **Sec. 701. FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR DEBT SUBJECT TO THE DEBT LIMIT**

|   |                 |
|---|-----------------|
| General Fund--State Appropriation (FY 2014)                                   | \$973,839,000   |
| General Fund--State Appropriation (FY 2015)                                   | \$1,051,513,000 |
| State Building Construction Account--State<br>Appropriation                   | \$4,297,000     |
| Columbia River Basin Water Supply Development<br>Account--State Appropriation | \$269,000       |
| State Taxable Building Construction Account--State<br>Appropriation           | \$211,000       |
| Debt-Limit Reimbursable Bond Retire Account--State<br>Appropriation           | \$2,320,000     |
| TOTAL APPROPRIATION   | \$2,032,449,000 |

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriations are for expenditure into the debt-limit general fund bond retirement account. The entire general fund--state appropriation for fiscal year 2014 shall be expended into the debt-limit general fund bond retirement account by June 30, 2014.

NEW SECTION. **Sec. 702. FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO BE REIMBURSED BY ENTERPRISE ACTIVITIES**

|  |             |
|--|-------------|
| Accident Account--State Appropriation    | \$4,138,000 |
| Medical Aid Account--State Appropriation | \$4,138,000 |
| TOTAL APPROPRIATION                      | \$8,276,000 |

NEW SECTION. **Sec. 703. FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO BE REIMBURSED AS PRESCRIBED BY STATUTE**

|   |              |
|---|--------------|
| General Fund--State Appropriation (FY 2014)               | \$25,636,000 |
| General Fund--State Appropriation (FY 2015)               | \$16,102,000 |
| Nondebt-Limit Reimbursable Bond Retirement Account--State |              |

1       Appropriation . . . . . \$140,215,000  
 2           TOTAL APPROPRIATION . . . . . \$181,953,000

3       The appropriations in this section are subject to the following  
 4 conditions and limitations: The general fund appropriation is for  
 5 expenditure into the nondebt-limit general fund bond retirement  
 6 account. The entire general fund--state appropriation for fiscal year  
 7 2014 shall be expended into the nondebt-limit general fund bond  
 8 retirement account by June 30, 2014.

9       NEW SECTION.   **Sec. 704. FOR THE STATE TREASURER--BOND RETIREMENT**  
 10 **AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR**  
 11 **BOND SALE EXPENSES**

12 General Fund--State Appropriation (FY 2014) . . . . . \$1,726,000  
 13 General Fund--State Appropriation (FY 2015) . . . . . \$1,726,000  
 14 State Building Construction Account--State Appropriation . . . \$867,000  
 15 Columbia River Basin Water Supply Development  
 16       Account--State Appropriation . . . . . \$57,000  
 17 State Taxable Building Construction Account--State  
 18       Appropriation . . . . . \$45,000  
 19       TOTAL APPROPRIATION . . . . . \$4,421,000

20       NEW SECTION.   **Sec. 705. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
 21 **FIRE CONTINGENCY**

22 General Fund--State Appropriation (FY 2014) . . . . . \$4,000,000  
 23 General Fund--State Appropriation (FY 2015) . . . . . \$4,000,000  
 24       TOTAL APPROPRIATION . . . . . \$8,000,000

25       The appropriations in this section are subject to the following  
 26 conditions and limitations: The appropriations are provided solely for  
 27 expenditure into the disaster response account to be used for any  
 28 Washington state fire service resource mobilization costs incurred by  
 29 the Washington state patrol in response to an emergency or disaster  
 30 authorized under RCW 43.43.960 and 43.43.964.

31       NEW SECTION.   **Sec. 706. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
 32 **DISASTER RESPONSE ACCOUNT**

33 General Fund--State Appropriation (FY 2014) . . . . . \$5,100,000  
 34 General Fund--State Appropriation (FY 2015) . . . . . \$2,500,000  
 35       TOTAL APPROPRIATION . . . . . \$7,600,000

1 The appropriations in this section are subject to the following  
2 conditions and limitations: The appropriations are provided solely for  
3 expenditure into the disaster response account for emergency fire  
4 suppression by the department of natural resources and to complete  
5 projects necessary to recover from previously declared disasters.

6 NEW SECTION. **Sec. 707. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
7 **EMERGENCY FUND**

|    |   |             |
|----|---|-------------|
| 8  | General Fund--State Appropriation (FY 2014) . . . . . | \$850,000   |
| 9  | General Fund--State Appropriation (FY 2015) . . . . . | \$850,000   |
| 10 | TOTAL APPROPRIATION . . . . .                         | \$1,700,000 |

11 The appropriations in this section are subject to the following  
12 conditions and limitations: The appropriations in this section are for  
13 the governor's emergency fund for the critically necessary work of any  
14 agency.

15 NEW SECTION. **Sec. 708. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
16 **EDUCATION TECHNOLOGY REVOLVING ACCOUNT**

|    |   |              |
|----|---|--------------|
| 17 | General Fund--State Appropriation (FY 2014) . . . . . | \$8,000,000  |
| 18 | General Fund--State Appropriation (FY 2015) . . . . . | \$8,000,000  |
| 19 | TOTAL APPROPRIATION . . . . .                         | \$16,000,000 |

20 The appropriations in this section are subject to the following  
21 conditions and limitations: The appropriations in this section are  
22 provided solely for expenditure into the education technology revolving  
23 account for the purpose of covering ongoing operational and equipment  
24 replacement costs incurred by the K-20 educational network program in  
25 providing telecommunication services to network participants.

26 NEW SECTION. **Sec. 709. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
27 **O'BRIEN BUILDING IMPROVEMENT**

|    |   |             |
|----|---|-------------|
| 28 | General Fund--State Appropriation (FY 2014) . . . . . | \$2,948,000 |
| 29 | General Fund--State Appropriation (FY 2015) . . . . . | \$2,942,000 |
| 30 | TOTAL APPROPRIATION . . . . .                         | \$5,890,000 |

31 The appropriations in this section are subject to the following  
32 conditions and limitations: The appropriations are provided solely for  
33 expenditure into the general administration services account for

1 payment of principal, interest, and financing expenses associated with  
 2 the certificate of participation for the O'Brien building improvement,  
 3 project number 20081007.

4 NEW SECTION. **Sec. 710. FOR THE STATE TREASURER--COUNTY PUBLIC**  
 5 **HEALTH ASSISTANCE**

|   |   |              |
|---|---|--------------|
| 6 | General Fund--State Appropriation (FY 2014) . . . . . | \$36,386,000 |
| 7 | General Fund--State Appropriation (FY 2015) . . . . . | \$36,386,000 |
| 8 | TOTAL APPROPRIATION . . . . .                         | \$72,772,000 |

9 The appropriations in this section are subject to the following  
 10 conditions and limitations: The state treasurer shall distribute the  
 11 appropriations to the following counties and health districts in the  
 12 amounts designated to support public health services, including public  
 13 health nursing:

| 15 | <b>Health District</b>                          | <b>FY 2014</b> | <b>FY 2015</b> | <b>2013-15</b>  |
|----|---|----------------|----------------|-----------------|
| 16 |   |                |                | <b>Biennium</b> |
| 17 | Adams County Health District                    | \$121,213      | \$121,213      | \$242,426       |
| 18 | Asotin County Health District                   | \$159,890      | \$159,890      | \$319,780       |
| 19 | Benton-Franklin Health District                 | \$1,614,337    | \$1,614,337    | \$3,228,674     |
| 20 | Chelan-Douglas Health District                  | \$399,634      | \$399,634      | \$799,268       |
| 21 | Clallam County Health and Human Services        | \$291,401      | \$291,401      | \$582,802       |
| 22 | Department                                      |                |                |                 |
| 23 | Clark County Health District                    | \$1,767,341    | \$1,767,341    | \$3,534,682     |
| 24 | Skamania County Health Department               | \$111,327      | \$111,327      | \$222,654       |
| 25 | Columbia County Health District                 | \$119,991      | \$119,991      | \$239,982       |
| 26 | Cowlitz County Health Department                | \$477,981      | \$477,981      | \$955,962       |
| 27 | Garfield County Health District                 | \$93,154       | \$93,154       | \$186,308       |
| 28 | Grant County Health District                    | \$297,761      | \$297,762      | \$595,523       |
| 29 | Grays Harbor Health Department                  | \$335,666      | \$335,666      | \$671,332       |
| 30 | Island County Health Department                 | \$255,224      | \$225,224      | \$510,448       |
| 31 | Jefferson County Health and Human Services      | \$184,080      | \$184,080      | \$368,160       |
| 32 | Seattle-King County Department of Public Health | \$10,558,598   | \$10,558,598   | \$21,117,196    |
| 33 | Bremerton-Kitsap County Health District         | \$997,476      | \$997,476      | \$1,994,952     |
| 34 | Kittitas County Health Department               | \$198,979      | \$198,979      | \$397,958       |
| 35 | Klickitat County Health Department              | \$153,784      | \$153,784      | \$307,568       |



|    |   |              |              |              |
|----|---|--------------|--------------|--------------|
| 1  | Lewis County Health Department                | \$263,134    | \$263,134    | \$526,268    |
| 2  | Lincoln County Health Department              | \$113,917    | \$113,917    | \$227,834    |
| 3  | Mason County Department of Health Services    | \$227,448    | \$227,448    | \$454,896    |
| 4  | Okanogan County Health District               | \$169,882    | \$169,882    | \$339,764    |
| 5  | Pacific County Health Department              | \$169,075    | \$169,075    | \$338,150    |
| 6  | Tacoma-Pierce County Health Department        | \$4,143,169  | \$4,143,169  | \$8,286,338  |
| 7  | San Juan County Health and Community Services | \$2,253,493  | \$2,253,493  | \$4,506,986  |
| 8  | Skagit County Health Department               | \$449,745    | \$449,745    | \$899,490    |
| 9  | Snohomish Health District                     | \$3,433,291  | \$3,433,291  | \$6,866,582  |
| 10 | Spokane County Health District                | \$2,877,318  | \$2,877,318  | \$5,574,636  |
| 11 | Northeast Tri-County Health District          | \$249,303    | \$249,303    | \$498,606    |
| 12 | Thurston County Health Department             | \$1,046,897  | \$1,046,897  | \$2,093,794  |
| 13 | Wahkiakum County Health Department            | \$93,181     | \$9,180      | \$186,361    |
| 14 | Walla Walla County-City Health Department     | \$302,173    | \$302,173    | \$604,346    |
| 15 | Whatcom County Health Department              | \$1,214,301  | \$1,214,301  | \$2,428,602  |
| 16 | Whitman County Health Department              | \$189,355    | \$189,355    | \$378,710    |
| 17 | Yakima Health District                        | \$1,052,482  | \$1,052,482  | \$2,104,964  |
| 18 |   |              |              |              |
| 19 | TOTAL APPROPRIATIONS                          | \$36,386,001 | \$36,386,001 | \$72,772,002 |

20        NEW SECTION.    **Sec. 711. BELATED CLAIMS**

21        The agencies and institutions of the state may expend moneys  
22 appropriated in this act, upon approval of the office of financial  
23 management, for the payment of supplies and services furnished to the  
24 agency or institution in prior fiscal biennia.

25        NEW \_\_ SECTION.    **Sec. 712. FOR THE DEPARTMENT OF RETIREMENT**  
26 **SYSTEMS--CONTRIBUTIONS TO RETIREMENT SYSTEMS**

27        The appropriations in this section are subject to the following  
28 conditions and limitations: The appropriations for the law enforcement  
29 officers' and firefighters' retirement system shall be made on a  
30 monthly basis consistent with chapter 41.45 RCW, and the appropriations  
31 for the judges and judicial retirement systems shall be made on a  
32 quarterly basis consistent with chapters 2.10 and 2.12 RCW.

33        (1) There is appropriated for state contributions to the law  
34 enforcement officers' and firefighters' retirement system:

|    |   |              |
|----|---|--------------|
| 35 | General Fund--State Appropriation (FY 2014) . . . . . | \$58,700,000 |
| 36 | General Fund--State Appropriation (FY 2015) . . . . . | \$61,600,000 |

1           TOTAL APPROPRIATION . . . . . \$120,300,000  
2           (2) There is appropriated for contributions to the judicial  
3 retirement system:  
4 General Fund--State Appropriation (FY 2014) . . . . . \$10,600,000  
5 General Fund--State Appropriation (FY 2015) . . . . . \$10,600,000  
6           TOTAL APPROPRIATION . . . . . \$21,200,000

7           NEW SECTION.   **Sec. 713. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
8 **STATE EFFICIENCY AND RESTRUCTURING REPAYMENT**

9 General Fund--State Appropriation (FY 2014) . . . . . \$4,981,000  
10 General Fund--State Appropriation (FY 2015) . . . . . \$4,981,000  
11           TOTAL APPROPRIATION . . . . . \$9,962,000

12           The appropriations in this section are subject to the following  
13 conditions and limitations: The appropriations in this section are  
14 provided solely for expenditure into the cleanup settlement account on  
15 July 1, 2013, and July 1, 2014, as repayment of moneys that were  
16 transferred to the state efficiency and restructuring account.

17           NEW SECTION.   **Sec. 714. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
18 **LEAN MANAGEMENT STRATEGIES EFFICIENCY SAVINGS**

19 General Fund--State Appropriation (FY 2015) . . . . . (\$20,000,000)

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

22           (1) The legislature is committed to promoting a state government  
23 culture that makes sustained improvement a habitual behavior from  
24 front-line staff to agency leadership.

25           (2) The office of financial management must develop a strategic  
26 lean management action plan to drive efficiencies in state spending and  
27 to increase productivity of state employees while improving and  
28 increasing state services for taxpayers. The action plan must  
29 determine the specific agencies and programs that would benefit most  
30 from application of the action plan, and the plan must target resources  
31 accordingly.

32           (3) The office of financial management must integrate lean  
33 principles into all performance management efforts.

34           (4) The office of financial management and the office of the chief

1 information officer must integrate lean principles into all major  
2 information technology initiatives.

3 (5) The office of financial management must develop and implement  
4 a lean practitioner fellowship program to train state agency staff.  
5 Agency staff participating in the fellowship will be assigned to work  
6 on statewide efforts that streamline and improve processes across  
7 agencies.

8 (6) Agencies must report to the office of financial management at  
9 least twice per fiscal year process improvements and efficiencies  
10 gained through tools such as the lean strategy. The office of  
11 financial management must compile and transmit these reports to the  
12 appropriate fiscal committees of the legislature at least every six  
13 months, beginning January 1, 2014.

14 (7) The office of financial management must report to the  
15 legislature by December 2014 on the viability of the lean/performance  
16 management program becoming a self-funding program.

17 (8) The office of financial management must reduce allotments for  
18 affected state agencies by \$20,000,000 from the state general fund for  
19 fiscal year 2015 in this act to reflect fiscal year 2015 savings  
20 resulting from application of the lean management and performance  
21 management strategies required by this section.

22 **NEW SECTION. Sec. 715. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
23 **INFORMATION TECHNOLOGY EXPENDITURES**

|    |   |               |
|----|---|---------------|
| 24 | General Fund--State Appropriation (FY 2014) . . . . . | (\$2,500,000) |
| 25 | General Fund--State Appropriation (FY 2015) . . . . . | (\$2,500,000) |
| 26 | TOTAL APPROPRIATION . . . . .                         | (\$5,000,000) |

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

29 (1) The office of the chief information officer and the office of  
30 financial management shall work to drive efficiency in state  
31 procurement, maintenance, and operations of information technology.

32 (2) Agencies must report to the office of the chief information  
33 officer and the office of financial management at least annually on  
34 efficiencies gained through these efforts. The office of financial  
35 management must compile and transmit these reports to the appropriate  
36 fiscal committees of the legislature at least every year, beginning  
37 January 1, 2014.

1 (3) The office of financial management shall reduce allotments for  
2 all affected state agencies by \$2,500,000 from fiscal year 2014 general  
3 fund--state appropriations and \$2,500,000 from fiscal year 2015 general  
4 fund--state appropriations in this act to reflect savings resulting  
5 from efficiencies in information technology expenditures statewide.

6 NEW SECTION. **Sec. 716. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
7 **ELECTRONIC MEDICAL RECORD STUDY**

|    |   |             |
|----|---|-------------|
| 8  | General Fund--State Appropriation (FY 2014) . . . . . | \$2,068,000 |
| 9  | General Fund--State Appropriation (FY 2015) . . . . . | \$2,066,000 |
| 10 | General Fund--Federal Appropriation . . . . .         | \$240,000   |
| 11 | TOTAL APPROPRIATION . . . . .                         | \$4,374,000 |

12 The appropriations in this section are subject to the following  
13 conditions and limitations: The appropriations in this section are  
14 provided solely for the state psychiatric hospitals to plan, procure,  
15 and implement the core elements of an electronic medical record system  
16 that is compliant with the international classification of diseases  
17 (ICD-10) by October 1, 2014. These funds must only be used for an  
18 electronic medical record system that meets federal criteria for  
19 electronic sharing of patient information and clinical care summaries  
20 with doctors' offices, hospitals, and health systems which use  
21 federally certified electronic health record systems. The procurement  
22 and implementation shall be conducted to allow for these services to be  
23 expanded to the department of corrections. The amounts provided in  
24 this subsection are conditioned on the department satisfying the  
25 requirements of the project management oversight standards and policies  
26 established by the office of the chief information officer.

27 NEW SECTION. **Sec. 717. FOR THE OFFICE OF THE INSURANCE**  
28 **COMMISSIONER--HEALTH BENEFIT EXCHANGE ACCOUNT**

|    |   |           |
|----|---|-----------|
| 29 | General Fund--State Appropriation (FY 2014) . . . . . | \$676,000 |
|----|---|-----------|

30 The appropriations in this section are subject to the following  
31 conditions and limitations: The amounts in this section are provided  
32 solely for expenditure into the health benefit exchange account--state  
33 and are provided as a loan to be repaid with amounts from the health  
34 benefit exchange account--state by July 30, 2015.

1           NEW SECTION.   **Sec. 718. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
2 **COMMUNICATION SERVICES REFORM**

|   |   |             |
|---|---|-------------|
| 3 | General Fund--State Appropriation (FY 2014) . . . . . | \$47,000    |
| 4 | General Fund--State Appropriation (FY 2015) . . . . . | \$4,953,000 |
| 5 | TOTAL APPROPRIATION . . . . .                         | \$5,000,000 |

6           The appropriations in this section are subject to the following  
7 conditions and limitations: The appropriations in this section are  
8 provided solely for expenditure into the universal communications  
9 services fund to implement Substitute House Bill No. 1971  
10 (communications services). If the bill is not enacted by June 30,  
11 2013, the appropriations provided in this section shall lapse.

12           NEW SECTION.   **Sec. 719. LEGISLATIVE TASK FORCE ON CAREER**  
13 **EDUCATION OPPORTUNITIES**

14           (1) The legislature finds that for too long, there has been a  
15 perception that career readiness and college readiness represent two  
16 separate and unequal tracks. The importance of providing high quality  
17 opportunities for applied learning, cross-disciplinary curriculum, and  
18 career and technical equivalence often appears subsumed by an emphasis  
19 on theoretical academics. The legislature intends to create a vision  
20 for the integration of career education alongside academic education.

21           (2)(a) A legislative task force on career education opportunities  
22 is established with the following members:

23           (i) Two members from each of the largest caucuses of the house of  
24 representatives, appointed by the speaker of the house of  
25 representatives;

26           (ii) Two members from each of the largest caucuses of the senate,  
27 appointed by the president of the senate;

28           (iii) The superintendent of public instruction or a designee;

29           (iv) One representative each from the workforce training and  
30 education coordinating board, state board of education, the student  
31 achievement council, and the Washington association of career and  
32 technical education; and

33           (v) One member appointed by the governor.

34           (b) The task force shall be cochaired by one house and one senate  
35 member, selected by the members of the task force.

36           (3) The purpose of the task force is to identify strategies to  
37 improve the integration of career education into secondary education

1 opportunities for all students. The strategies to be considered by the  
2 task force include state laws and policies, graduation requirements,  
3 and state funding for instructional programs. The task force must  
4 examine the barriers, incentives and disincentives, costs, and  
5 cost-effectiveness of current policies and practices.

6 (4) The office of the superintendent of public instruction shall  
7 identify a recommended list of course equivalencies for career and  
8 technical education courses and submit the list to the task force under  
9 this section by September 1, 2013.

10 (5) A report from the task force is due December 15, 2013, to  
11 include at least the following:

12 (a) An analysis of the career and college ready graduation  
13 requirements proposed by the state board of education and any  
14 recommendations regarding graduation requirements;

15 (b) Recommended policies that both support and provide appropriate  
16 state oversight and strategic planning for career and technical  
17 education offered in middle schools, comprehensive high schools, and  
18 skill centers;

19 (c) Recommendations for how to maximize statewide use of the list  
20 of career and technical education course equivalencies identified by  
21 the office of the superintendent of public instruction; and

22 (d) Analysis of the feasibility of establishing technical high  
23 schools as an alternative delivery model for integrated secondary  
24 career and academic education.

25 (6) Staff support for the task force must be provided by senate  
26 committee services and the house of representatives office of program  
27 research, with assistance from the office of the superintendent of  
28 public instruction, the student achievement council, and the workforce  
29 training and education coordinating board as necessary.

30 (7) Legislative members of the task force may be reimbursed for  
31 travel expenses in accordance with RCW 44.04.120. The expenses of the  
32 task force must be paid jointly by the senate and the house of  
33 representatives. Task force expenditures are subject to approval by  
34 the senate facilities and operations committee and the house of  
35 representatives executive rules committee.

36 (8) The task force expires December 31, 2013.

(End of part)

PART VIII

OTHER TRANSFERS AND APPROPRIATIONS

NEW SECTION. Sec. 801. FOR THE STATE TREASURER--STATE REVENUES FOR DISTRIBUTION

Table with 2 columns: Description and Amount. Rows include General Fund Appropriation for fire insurance (\$8,248,000), public utility district excise tax distributions (\$50,894,000), prosecuting attorney distributions (\$6,068,000), boating safety and education distributions (\$4,000,000), other tax distributions (\$65,000), habitat conservation program distributions (\$3,000,000), Death Investigations Account (\$3,158,000), Aquatic Lands Enhancement Account (\$146,000), Timber Tax Distribution Account (\$72,120,000), County Criminal Justice Assistance (\$78,983,000), Municipal Criminal Justice Assistance (\$30,550,000), City-County Assistance Account (\$17,134,000), Liquor Excise Tax Account (\$49,487,000), Streamlined Sales and Use Tax Mitigation Account (\$50,488,000), and Columbia River Water Delivery Account.

1       Reservation . . . . . \$7,760,000  
 2 Columbia River Water Delivery Account Appropriation for  
 3       the Spokane Tribe of Indians . . . . . \$5,025,000  
 4 Liquor Revolving Account Appropriation for liquor  
 5       profits distribution . . . . . \$98,876,000  
 6       TOTAL APPROPRIATION . . . . . \$459,002,000

7       The total expenditures from the state treasury under the  
 8 appropriations in this section shall not exceed the funds available  
 9 under statutory distributions for the stated purposes.

10       NEW SECTION.   **Sec. 802. FOR THE STATE TREASURER--FOR THE COUNTY**  
 11 **CRIMINAL JUSTICE ASSISTANCE ACCOUNT**

12 Impaired Driver Safety Account Appropriation . . . . . \$2,469,000

13       The appropriation in this section is subject to the following  
 14 conditions and limitations: The amount appropriated in this section  
 15 shall be distributed quarterly during the 2013-2015 fiscal biennium in  
 16 accordance with RCW 82.14.310. This funding is provided to counties  
 17 for the costs of implementing criminal justice legislation including,  
 18 but not limited to: Chapter 206, Laws of 1998 (drunk driving  
 19 penalties); chapter 207, Laws of 1998 (DUI penalties); chapter 208,  
 20 Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998  
 21 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock  
 22 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,  
 23 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication  
 24 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter  
 25 215, Laws of 1998 (DUI provisions).

26       NEW SECTION.   **Sec. 803. FOR THE STATE TREASURER--MUNICIPAL**  
 27 **CRIMINAL JUSTICE ASSISTANCE ACCOUNT**

28 Impaired Driver Safety Account Appropriation . . . . . \$1,646,000

29       The appropriation in this section is subject to the following  
 30 conditions and limitations: The amount appropriated in this section  
 31 shall be distributed quarterly during the 2013-2015 fiscal biennium to  
 32 all cities ratably based on population as last determined by the office  
 33 of financial management. The distributions to any city that  
 34 substantially decriminalizes or repeals its criminal code after July 1,  
 35 1990, and that does not reimburse the county for costs associated with



1 criminal cases under RCW 3.50.800 or 3.50.805(2), shall be made to the  
2 county in which the city is located. This funding is provided to  
3 cities for the costs of implementing criminal justice legislation  
4 including, but not limited to: Chapter 206, Laws of 1998 (drunk  
5 driving penalties); chapter 207, Laws of 1998 (DUI penalties); chapter  
6 208, Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998  
7 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock  
8 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,  
9 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication  
10 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter  
11 215, Laws of 1998 (DUI provisions).

12 NEW SECTION. **Sec. 804. FOR THE STATE TREASURER--FEDERAL REVENUES**  
13 **FOR DISTRIBUTION**

14 General Fund Appropriation for federal flood control  
15 funds distribution . . . . . \$66,000  
16 General Fund Appropriation for federal grazing fees  
17 distribution . . . . . \$1,706,000  
18 Forest Reserve Fund Appropriation for federal forest  
19 reserve fund distribution . . . . . \$5,636,000  
20 TOTAL APPROPRIATION . . . . . \$7,408,000

21 The total expenditures from the state treasury under the  
22 appropriations in this section shall not exceed the funds available  
23 under statutory distributions for the stated purposes.

24 NEW SECTION. **Sec. 805. FOR THE STATE TREASURER--TRANSFERS**

25 State Treasurer's Service Account: For transfer to  
26 the state general fund, \$10,000,000 for fiscal  
27 year 2014 and \$10,000,000 for fiscal year 2015 . . . . \$20,000,000  
28 Waste Reduction, Recycling, and Litter Control  
29 Account: For transfer to the state general  
30 fund, \$5,850,000 for fiscal year 2014 and  
31 \$5,850,000 for fiscal year 2015 . . . . . \$11,700,000  
32 Drinking Water Assistance Account: For transfer to  
33 the drinking water assistance repayment account . . . . \$32,000,000  
34 General Fund: For transfer to the streamlined sales  
35 and use tax account, \$25,284,000 for fiscal  
36 year 2014 and \$25,204,000 for fiscal year 2015 . . . . \$50,488,000

1 Public Facility Construction Loan Revolving Account:  
2 For transfer to the state general fund, \$8,000,000  
3 for fiscal year 2014 and \$8,000,000 for fiscal  
4 year 2015 . . . . . \$16,000,000  
5 Public Works Assistance Account: For transfer to the  
6 state general fund, \$197,000,000 for fiscal year 2014  
7 and \$197,000,000 for fiscal year 2015 . . . . . \$394,000,000  
8 Local Toxics Control Account: For transfer to the  
9 state general fund, \$10,000,000 for fiscal year 2014  
10 and \$11,000,000 for fiscal year 2015 . . . . . \$21,000,000  
11 State Taxable Building Construction Account: For  
12 transfer to the Columbia River basin taxable bond  
13 water supply development account, an amount not to  
14 exceed . . . . . \$32,000,000  
15 General Fund: For transfer to the child and family  
16 reinvestment account, \$3,928,421 for fiscal year  
17 2014 and \$3,743,404 for fiscal year 2015 . . . . . \$7,671,825  
18 Flood Control Assistance Account: For transfer to the  
19 state general fund, \$1,000,000 for fiscal year 2014  
20 and \$1,000,000 for fiscal year 2015 . . . . . \$2,000,000  
21 Tobacco Settlement Account: For transfer to the state  
22 general fund, in an amount not to exceed the actual  
23 amount of the annual base payment to the tobacco  
24 settlement account . . . . . \$157,221,000  
25 Tobacco Settlement Account: For transfer to the state  
26 general fund from the amounts deposited in the  
27 account that are attributable to the annual  
28 strategic contribution payment received in  
29 fiscal year 2014 . . . . . \$14,000,000  
30 Tobacco Settlement Account: For transfer to the state  
31 general fund from the amounts deposited in the  
32 account that are attributable to the annual  
33 strategic contribution payment received in fiscal  
34 year 2015 . . . . . \$14,000,000  
35 Tobacco Settlement Account: For transfer to the life  
36 sciences discovery fund, in an amount not to exceed  
37 the actual remaining amount of the annual strategic  
38 contribution payment to the tobacco settlement account

1 for fiscal year 2014 . . . . . \$12,515,000  
2 Tobacco Settlement Account: For transfer to the life  
3 sciences discovery fund, in an amount not to exceed  
4 the actual remaining amount of the annual strategic  
5 contribution payment to the tobacco settlement account  
6 for fiscal year 2015 . . . . . \$12,515,000

7 The transfer to the life sciences discovery fund is subject to the  
8 condition that \$250,000 of the appropriation in fiscal year 2014 and  
9 \$250,000 of the appropriation in fiscal year 2015 are provided solely  
10 to promote the development and delivery of global health technologies  
11 and products.

12 (a) The life sciences discovery fund authority must either  
13 administer a grant application, review, and reward process, or contract  
14 with a qualified nonprofit organization for these services. State  
15 moneys must be provided for grants to entities for the development,  
16 production, promotion, and delivery of global health technologies and  
17 products. Grant award criteria must include:

18 (i) The quality of the proposed research or the proposed technical  
19 assistance in product development or production process design. Any  
20 grant funds awarded for research activities must be awarded for  
21 nonbasic research that will assist in the commercialization or  
22 manufacture of global health technologies;

23 (ii) The potential for the grant recipient to improve global health  
24 outcomes;

25 (iii) The potential for the grant to leverage additional funding  
26 for the development of global health technologies and products;

27 (iv) The potential for the grant to stimulate, or promote technical  
28 skills training for, employment in the development of global health  
29 technologies in the state; and

30 (v) The willingness of the grant recipient, when appropriate, to  
31 enter into royalty or licensing income agreements with the authority.

32 (b) The authority, or the contractor of the authority, must report  
33 information including the types of products and research funded, the  
34 funding leveraged by the grants, and the number and types of jobs  
35 created as a result of the grants, to the economic development  
36 committees of the legislature by December 1, 2014.

37 Aquatic Lands Enhancement Account: For transfer to the  
38 geoduck aquaculture research account, \$150,000 for

1       fiscal year 2014 and \$150,000 for fiscal year 2015 . . . . \$300,000  
 2 Health Benefit Exchange Account: For transfer to the  
 3       state general fund for fiscal year 2015 . . . . . \$676,000  
 4 Criminal Justice Treatment Account: For transfer to the  
 5       state general fund, \$437,000 for fiscal year 2014  
 6       and \$2,746,000 for fiscal year 2015 . . . . . \$3,183,000  
 7 Aquatic Lands Enhancement Account: For transfer to the  
 8       marine resources stewardship trust account, \$1,850,000  
 9       for fiscal year 2014 and \$1,850,000 for fiscal year  
 10      2015 . . . . . \$3,700,000  
 11 Legal Services Revolving Account: For transfer to the  
 12      state general fund, \$976,000 for fiscal year 2014  
 13      and \$1,477,000 for fiscal year 2015 . . . . . \$2,453,000  
 14 Personnel Service Account: For transfer to the state  
 15      general fund, \$733,000 for fiscal year 2014 and  
 16      \$733,000 for fiscal year 2015 . . . . . \$1,466,000  
 17 Data Processing Revolving Account: For transfer to the  
 18      state general fund, \$8,069,000 for fiscal year 2014  
 19      and \$8,070,000 for fiscal year 2015 . . . . . \$16,139,000  
 20 Home Security Fund Account: For transfer to the  
 21      transitional housing operating and rent account . . . . \$7,500,000  
 22 Professional Engineers' Account: For transfer to the  
 23      state general fund, \$957,000 for fiscal year 2014 and  
 24      \$956,000 for fiscal year 2015 . . . . . \$1,913,000  
 25 Electrical License Account: For transfer to the state  
 26      general fund, \$1,700,000 for fiscal year 2014 and  
 27      \$1,700,000 for fiscal year 2015 . . . . . \$3,400,000  
 28 Business and Professions Account: For transfer to the  
 29      state general fund, \$1,838,000 for fiscal year 2014  
 30      and \$1,800,000 for fiscal year 2015 . . . . . \$3,638,000

(End of part)

1                                   **PART IX**  
2                                   **MISCELLANEOUS**

3       NEW SECTION.   **Sec. 901.   EXPENDITURE AUTHORIZATIONS**

4           The appropriations contained in this act are maximum expenditure  
5 authorizations. Pursuant to RCW 43.88.037, moneys disbursed from the  
6 treasury on the basis of a formal loan agreement shall be recorded as  
7 loans receivable and not as expenditures for accounting purposes. To  
8 the extent that moneys are disbursed on a loan basis, the corresponding  
9 appropriation shall be reduced by the amount of loan moneys disbursed  
10 from the treasury during the 2011-2013 fiscal biennium.

11       NEW SECTION.   **Sec. 902.   EMERGENCY FUND ALLOCATIONS**

12           Whenever allocations are made from the governor's emergency fund  
13 appropriation to an agency that is financed in whole or in part by  
14 other than general fund moneys, the director of financial management  
15 may direct the repayment of such allocated amount to the general fund  
16 from any balance in the fund or funds which finance the agency. An  
17 appropriation is not necessary to effect such repayment.

18       NEW SECTION.   **Sec. 903.   STATUTORY APPROPRIATIONS**

19           In addition to the amounts appropriated in this act for revenues  
20 for distribution, state contributions to the law enforcement officers'  
21 and fire fighters' retirement system plan 2, and bond retirement and  
22 interest including ongoing bond registration and transfer charges,  
23 transfers, interest on registered warrants, and certificates of  
24 indebtedness, there is also appropriated such further amounts as may be  
25 required or available for these purposes under any statutory formula or  
26 under chapters 39.94 and 39.96 RCW or any proper bond covenant made  
27 under law.

28       NEW SECTION.   **Sec. 904.   BOND EXPENSES**

29           In addition to such other appropriations as are made by this act,  
30 there is hereby appropriated to the state finance committee from  
31 legally available bond proceeds in the applicable construction or  
32 building funds and accounts such amounts as are necessary to pay the  
33 expenses incurred in the issuance and sale of the subject bonds.

1            NEW SECTION.    **Sec. 905. VOLUNTARY RETIREMENT, SEPARATION, AND**  
2 **DOWNSHIFTING INCENTIVES**

3            As a management tool to reduce costs and make more effective use of  
4 resources, while improving employee productivity and morale, agencies  
5 may implement a voluntary retirement and/or separation, program that is  
6 cost neutral or results in cost savings (including costs to the state  
7 pension systems) over a two-year period following the commencement of  
8 the program, provided that such a program is approved by the director  
9 of financial management. Agencies participating in this authorization  
10 may offer voluntary retirement and/or separation incentives and options  
11 according to procedures and guidelines established by the office of  
12 financial management, in consultation with the office of the state  
13 human resources director and the department of retirement systems. The  
14 options may include, but are not limited to, financial incentives for  
15 voluntary separation or retirement. An employee does not have a  
16 contractual right to a financial incentive offered under this section.  
17 Offers shall be reviewed and monitored jointly by the office of the  
18 state human resources director and the department of retirement  
19 systems. Agencies are required to submit a report by July 30, 2015, to  
20 the legislature and the office of financial management on the outcome  
21 of their approved incentive program. The report should include  
22 information on the details of the program including the incentive  
23 payment amount for each participant, the total cost to the state, and  
24 the projected or actual net dollar savings over the two year period.

25            The department of retirement systems may collect from employers the  
26 actuarial cost of any incentive provided under this program, or any  
27 other incentive to retire provided by employers to members of the  
28 state's pension systems, for deposit in the appropriate pension  
29 account.

30            NEW SECTION.    **Sec. 906. COLLECTIVE BARGAINING AGREEMENTS NOT**  
31 **IMPAIRED**

32            Nothing in this act prohibits the expenditure of any funds by an  
33 agency or institution of the state for benefits guaranteed by any  
34 collective bargaining agreement in effect on the effective date of this  
35 section.

1           **NEW SECTION. Sec. 907. COLLECTIVE BARGAINING AGREEMENTS**

2           The following sections represent the results of the 2013-2015  
3 collective bargaining process required under the provisions of chapters  
4 41.80, 41.56 and 74.39A RCW. Provisions of the collective bargaining  
5 agreements contained in sections 908 through 935 of this act are  
6 described in general terms. Only major economic terms are included in  
7 the descriptions. These descriptions do not contain the complete  
8 contents of the agreements. The collective bargaining agreements or  
9 the continuation of terms and conditions of the 2011-2013 agreements  
10 contained in Part IX of this act may also be funded by expenditures  
11 from nonappropriated accounts. If positions are funded with lidded  
12 grants or dedicated fund sources with insufficient revenue, additional  
13 funding from other sources is not provided.

14           **NEW SECTION. Sec. 908. COLLECTIVE BARGAINING AGREEMENT--WFSE**

15           An agreement has been reached between the governor and the  
16 Washington federation of state employees general government under the  
17 provisions of chapter 41.80 RCW for the 2013-2015 fiscal biennium.  
18 Funding is provided to add a longevity step and for backfill costs for  
19 a personal leave day. The agreement also includes a one percent salary  
20 increase for all bargaining unit members effective July 1, 2014,  
21 through June 30, 2015, contingent on the state collecting \$200,000,000  
22 or more in unanticipated general fund-state revenue from increased  
23 economic activity.

24           **NEW SECTION. Sec. 909. COLLECTIVE BARGAINING AGREEMENT--WPEA**

25           An agreement has been reached between the governor and the  
26 Washington public employees association general government under the  
27 provisions of chapter 41.80 RCW for the 2013-2015 fiscal biennium.  
28 Funding is provided to add a longevity step. The agreement also  
29 includes a one percent salary increase for all bargaining unit members  
30 effective July 1, 2014, through June 30, 2015, contingent on the state  
31 collecting \$200,000,000 or more in unanticipated general fund-state  
32 revenue from increased economic activity.

33           **NEW SECTION. Sec. 910. COLLECTIVE BARGAINING AGREEMENT--**  
34 **COALITION OF UNIONS**

35           An agreement has been reached between the governor and the

1 coalition of unions under the provisions of chapter 41.80 RCW for the  
2 2013-2015 fiscal biennium. Funding is provided to add a longevity  
3 step. The agreement also includes a one percent salary increase for  
4 all bargaining unit members effective July 1, 2014, through June 30,  
5 2015, contingent on the state collecting \$200,000,000 or more in  
6 unanticipated general fund-state revenue from increased economic  
7 activity.

8 NEW SECTION. **Sec. 911. COLLECTIVE BARGAINING AGREEMENT--WAFWP**

9 An agreement has been reached between the governor and the  
10 Washington association of fish and wildlife professionals under the  
11 provisions of chapter 41.80 RCW for the 2013-2015 fiscal biennium.  
12 Funding is provided to add a longevity step. The agreement also  
13 includes a one percent salary increase for all bargaining unit members  
14 effective July 1, 2014, through June 30, 2015, contingent on the state  
15 collecting \$200,000,000 or more in unanticipated general fund-state  
16 revenue from increased economic activity.

17 NEW SECTION. **Sec. 912. COLLECTIVE BARGAINING AGREEMENT--PTE**  
18 **LOCAL 17**

19 An agreement has been reached between the governor and the  
20 professional and technical employees local 17 under the provisions of  
21 chapter 41.80 RCW for the 2013-2015 fiscal biennium. Funding is  
22 provided to add a longevity step. The agreement also includes a one  
23 percent salary increase for all bargaining unit members effective July  
24 1, 2014, through June 30, 2015, contingent on the state collecting  
25 \$200,000,000 or more in unanticipated general fund-state revenue from  
26 increased economic activity.

27 NEW SECTION. **Sec. 913. COLLECTIVE BARGAINING AGREEMENT--SEIU**  
28 **1199NW**

29 An agreement has been reached between the governor and the service  
30 employees international union healthcare 1199nw under the provisions of  
31 chapter 41.80 RCW for the 2013-2015 fiscal biennium. Funding is  
32 provided to add a longevity step and for backfill costs for a personal  
33 leave day. The agreement also includes a one percent salary increase  
34 for all bargaining unit members effective July 1, 2014, through June



1 30, 2015, contingent on the state collecting \$200,000,000 or more in  
2 unanticipated general fund-state revenue from increased economic  
3 activity.

4 NEW SECTION. **Sec. 914. COLLECTIVE BARGAINING AGREEMENT--**  
5 **TEAMSTERS LOCAL 117**

6 An agreement has been reached between the governor and the  
7 international brotherhood of teamsters local 117 under the provisions  
8 of chapter 41.80 RCW for the 2013-2015 fiscal biennium. Funding is  
9 provided to add a longevity step. The agreement also includes a one  
10 percent salary increase for all bargaining unit members effective July  
11 1, 2014, through June 30, 2015, contingent on the state collecting  
12 \$200,000,000 or more in unanticipated general fund-state revenue from  
13 increased economic activity.

14 NEW SECTION. **Sec. 915. COLLECTIVE BARGAINING AGREEMENT--WFSE**  
15 **HIGHER EDUCATION COMMUNITY COLLEGE COALITION**

16 An agreement has been reached between the governor and the  
17 Washington federation of state employees community college coalition  
18 under the provisions of chapter 41.80 RCW for the 2013-2015 fiscal  
19 biennium. Funding is provided to add a longevity step. The agreement  
20 also includes a one percent salary increase for all bargaining unit  
21 members effective July 1, 2014, through June 30, 2015, contingent on  
22 the state collecting \$200,000,000 or more in unanticipated general  
23 fund-state revenue from increased economic activity.

24 NEW SECTION. **Sec. 916. COLLECTIVE BARGAINING AGREEMENT--WPEA**  
25 **HIGHER EDUCATION COMMUNITY COLLEGE COALITION**

26 An agreement has been reached between the governor and the  
27 Washington public employees association community college coalition  
28 under the provisions of chapter 41.80 RCW for the 2013-2015 fiscal  
29 biennium. Funding is provided to add a longevity step. The agreement  
30 also includes a one percent salary increase for all bargaining unit  
31 members effective July 1, 2014, through June 30, 2015, contingent on  
32 the state collecting \$200,000,000 or more in unanticipated general  
33 fund-state revenue from increased economic activity.

1            NEW \_\_ SECTION.    **Sec. 917. COLLECTIVE BARGAINING AGREEMENT FOR**  
2 **NONSTATE EMPLOYEES--LANGUAGE ACCESS PROVIDERS WFSE**

3            An agreement has been reached between the governor and the  
4 Washington federation of state employees for the language access  
5 providers under the provisions of chapter 41.56 RCW for the 2013-2015  
6 fiscal biennium. Funding is provided for a rate increase of 50 cents  
7 per hour effective July 1, 2013, and rate increase of 50 cents per hour  
8 effective July 1, 2014. Funding is also provided to accommodate a  
9 change to the no-show payment rules.

10           NEW \_\_ SECTION.    **Sec. 918. COLLECTIVE BARGAINING AGREEMENT FOR**  
11 **NONSTATE EMPLOYEES--SEIU HEALTHCARE 775NW HOMECARE WORKERS**

12           An agreement has been reached between the governor and the service  
13 employees international union healthcare 775nw through an interest  
14 arbitration decision under the provisions of chapter 74.39A and 41.56  
15 RCW for the 2013-2015 fiscal biennium. Funding is provided for  
16 increases to wages and pay differentials, mileage allowance, and  
17 healthcare contributions. Funding is also provided for a paid holiday  
18 and payment of certification and testing fees.

19           NEW \_\_ SECTION.    **Sec. 919. COLLECTIVE BARGAINING AGREEMENT FOR**  
20 **NONSTATE EMPLOYEES--SEIU LOCAL 925 CHILDCARE WORKERS**

21           An agreement has been reached between the governor and the service  
22 employees international union local 925 under the provisions of chapter  
23 41.56 RCW for the 2013-2015 fiscal biennium. Funding is provided for  
24 increases to health care, scholarship funding and non-standard hours  
25 bonus.

26           NEW \_\_ SECTION.    **Sec. 920. COLLECTIVE BARGAINING AGREEMENT FOR**  
27 **NONSTATE EMPLOYEES--WSRCC ADULT FAMILY HOMES**

28           An agreement has been reached between the governor and the  
29 Washington state residential care council under the provisions of  
30 chapter 41.56 RCW for the 2013-2015 fiscal biennium. Funding is  
31 provided for a specialty adult family home contract for community  
32 placement of clients currently in western state hospital and an  
33 increase in the daily bed hold rate (days eight through twenty).

34           NEW \_\_ SECTION.    **Sec. 921. COLLECTIVE BARGAINING AGREEMENT--WSP**

1 **TROOPERS ASSOCIATION**

2 An agreement has been reached between the governor and the  
3 Washington state patrol troopers association through an interest  
4 arbitration decision under the provisions of chapter 41.56 RCW for the  
5 2013-2015 fiscal biennium. Funding is provided for the awarded three  
6 percent salary increase for all bargaining unit members effective July  
7 1, 2013, and a one percent increase to longevity pay for years five  
8 through nine effective July 1, 2014.

9 NEW SECTION. **Sec. 922. COLLECTIVE BARGAINING AGREEMENT--WSP**  
10 **LIEUTENANTS ASSOCIATION**

11 An agreement has been reached between the governor and the  
12 Washington state patrol lieutenants association through an interest  
13 arbitration decision under the provisions of chapter 41.56 RCW for the  
14 2013-2015 fiscal biennium. Funding is provided for the awarded three  
15 percent salary increase for all bargaining unit members effective July  
16 1, 2014, and for parking of department issued vehicles for employees  
17 assigned vehicles at the general administration building or capital  
18 campus.

19 NEW SECTION. **Sec. 923. COLLECTIVE BARGAINING AGREEMENT--YAKIMA**  
20 **VALLEY COMMUNITY COLLEGE--WPEA**

21 An agreement has been reached between Yakima Valley Community  
22 College and the Washington public employees association under the  
23 provisions of chapter 41.80 RCW for the 2013-2015 fiscal biennium.  
24 Funding is provided to add a longevity step. The agreement also  
25 includes that economic terms and conditions replicate those specified  
26 in the agreement executed by and between the Washington state higher  
27 education coalition and the Washington public employees association  
28 under RCW 41.80.010 for the term July 1, 2013, to June 30, 2015.

29 NEW SECTION. **Sec. 924. COLLECTIVE BARGAINING AGREEMENT--THE**  
30 **EVERGREEN STATE COLLEGE--WFSE**

31 An agreement has been reached between The Evergreen State College  
32 and the Washington federation of state employees under the provisions  
33 of chapter 41.80 RCW for the 2013-2015 fiscal biennium. Funding is  
34 provided to add a longevity step and a personal leave day. Funding is

1 also provided for a one percent salary increase for all bargaining unit  
2 members beginning July 1, 2014.

3 NEW SECTION. **Sec. 925. COLLECTIVE BARGAINING AGREEMENT--WESTERN**  
4 **WASHINGTON UNIVERSITY--WFSE**

5 An agreement has been reached between the Western Washington  
6 University and the Washington federation of state employees under the  
7 provisions of chapter 41.80 RCW for the 2013-2015 fiscal biennium.  
8 Funding is provided to add a longevity step. The agreement also  
9 includes compensation equal to any compensation increase approved,  
10 implemented, and funded by the state for general government classified  
11 represented staff through the general service salary schedule.

12 NEW SECTION. **Sec. 926. COLLECTIVE BARGAINING AGREEMENT--WESTERN**  
13 **WASHINGTON UNIVERSITY--PSE**

14 An agreement has been reached between the Western Washington  
15 University and the public schools employees under the provisions of  
16 chapter 41.80 RCW for the 2013-2015 fiscal biennium. Funding is  
17 provided to add a longevity step. The agreement also includes  
18 compensation equal to any compensation increase approved, implemented,  
19 and funded by the state for general government classified represented  
20 staff through the general service salary schedule.

21 NEW SECTION. **Sec. 927. COLLECTIVE BARGAINING AGREEMENT--EASTERN**  
22 **WASHINGTON UNIVERSITY--WFSE**

23 An agreement has been reached between Eastern Washington University  
24 and the Washington federation of state employees under the provisions  
25 of chapter 41.80 RCW for the 2013-2015 fiscal biennium. Funding is  
26 provided to add a longevity step. Funding is also provided for a one  
27 percent salary increase for all bargaining unit members beginning July  
28 1, 2013, and a one percent salary increase for all bargaining unit  
29 members beginning July 1, 2014.

30 NEW SECTION. **Sec. 928. COLLECTIVE BARGAINING AGREEMENT--CENTRAL**  
31 **WASHINGTON UNIVERSITY--WFSE**

32 An agreement has been reached between Central Washington University  
33 and the Washington federation of state employees under the provisions  
34 of chapter 41.80 RCW for the 2013-2015 fiscal biennium. Funding is

1 provided to add a longevity step and for a one percent salary increase  
2 for all bargaining unit members beginning July 1, 2014. The agreement  
3 also includes additional one-time payments each November of each fiscal  
4 year for members continually employed during the preceding twelve  
5 months in an amount up to three percent of member's gross wages  
6 contingent on the university's achievement of the goals contained in  
7 its student success incentive program.

8 NEW SECTION. **Sec. 929. COLLECTIVE BARGAINING AGREEMENT--CENTRAL**  
9 **WASHINGTON UNIVERSITY--PSE**

10 An agreement has been reached between Central Washington University  
11 and the public schools employees under the provisions of chapter 41.80  
12 RCW for the 2013-2015 fiscal biennium. Funding is provided to add a  
13 longevity step. The agreement includes a one percent salary increase  
14 for all bargaining unit members beginning July 1, 2014, and in the  
15 event classified employees bargaining at the general government's  
16 higher education tables receive a general wage increase greater than  
17 one percent, salary ranges will increase by the higher amount. The  
18 agreement also includes additional one-time payments each November each  
19 fiscal year for members continually employed during the preceding  
20 twelve months in an amount up to three percent of member's gross wages  
21 contingent on the university's achievement of the goals contained in  
22 its student success incentive program.

23 NEW SECTION. **Sec. 930. COLLECTIVE BARGAINING AGREEMENT--**  
24 **UNIVERSITY OF WASHINGTON--WFSE**

25 An agreement has been reached between the University of Washington  
26 and the Washington federation of state employees under the provisions  
27 of chapter 41.80 RCW for the 2013-2015 fiscal biennium. Funding is  
28 provided for additional premium pay, preceptor pay, and professional  
29 development increases. Funding is also provided for a two percent wage  
30 increase for all bargaining unit members beginning July 1, 2013, a two  
31 percent wage increase for all bargaining unit members beginning July 1,  
32 2014. The agreement also provides that if the university agrees to  
33 across-the-board salary increases for any SEIU 925 bargaining unit that  
34 are more favorable than those negotiated with WFSE, the university will  
35 grant the same salary increase to WFSE-represented employees.

1            NEW \_\_ SECTION.    **Sec.    931.    COLLECTIVE    BARGAINING    AGREEMENT--**  
2 **UNIVERSITY OF WASHINGTON--SEIU 925**

3            An agreement has been reached between the University of Washington  
4 and the service employees international union local 925 under the  
5 provisions of chapter 41.80 RCW for the 2013-2015 fiscal biennium.  
6 Funding is provided for additional step increases, a two percent salary  
7 increase for all bargaining unit members beginning July 1, 2013, and a  
8 two percent salary increase for all bargaining unit members beginning  
9 July 1, 2014. The agreement also provides that if the university  
10 agrees to across-the-board salary increases or general increases for a  
11 SEIU 1199 or Washington state nurse association bargaining unit that  
12 are more favorable than those negotiated with SEIU 925, the university  
13 will grant the same salary increase to SEIU 925-represented employees.

14           NEW \_\_ SECTION.    **Sec.    932.    COLLECTIVE    BARGAINING    AGREEMENT--**  
15 **UNIVERSITY OF WASHINGTON--TEAMSTERS 117 (UW POLICE OFFICERS)**

16           An agreement has been reached between the University of Washington  
17 and the teamsters 117 under the provisions of chapter 41.80 RCW for the  
18 2013-2015 fiscal biennium. Funding is provided for a two percent  
19 salary increase for all bargaining unit members beginning July 1, 2013,  
20 and a two percent salary increase for all bargaining unit members  
21 beginning July 1, 2014.

22           NEW \_\_ SECTION.    **Sec.    933.    COLLECTIVE    BARGAINING    AGREEMENT--**  
23 **WASHINGTON STATE UNIVERSITY--WFSE**

24           An agreement has been reached between the Washington State  
25 University and the Washington federation of state employees under the  
26 provisions of chapter 41.80 RCW for the 2013-2015 fiscal biennium. The  
27 agreement provides that if a general salary increase, implementation of  
28 a salary survey, or a longevity step (Step M) is approved and funded by  
29 the state for university nonbargaining unit covered classified staff,  
30 WFSE bargaining unit members will receive the same.

31           NEW \_\_ SECTION.    **Sec.    934.    COLLECTIVE    BARGAINING    AGREEMENT--**  
32 **WASHINGTON STATE UNIVERSITY--PSE**

33           An agreement has been reached between the Washington State  
34 University and the public school employees of Washington under the  
35 provisions of chapter 41.80 RCW for the 2013-2015 fiscal biennium. The

1 agreement provides that the bargaining unit members have a "me-too"  
2 agreement regarding cost of living increases with university classified  
3 staff utilizing the general service higher education salary schedule  
4 should the university request and receive funding to provide an across-  
5 the- board salary increase for classified staff.

6 NEW SECTION. **Sec. 935. COLLECTIVE BARGAINING AGREEMENT--**  
7 **WASHINGTON STATE UNIVERSITY--WSU POLICE GUILD**

8 An agreement has been reached between the Washington State  
9 University and the Washington State University Police Guild under the  
10 provisions of chapter 41.80 RCW for the 2013-2015 fiscal biennium.  
11 Funding is provided to add a longevity step.

12 NEW SECTION. **Sec. 936. COMPENSATION--REPRESENTED EMPLOYEES--**  
13 **SUPER COALITION--INSURANCE BENEFITS**

14 No agreement was reached between the governor and the health care  
15 super coalition under the provisions of chapter 41.80 RCW for the  
16 2013-2015 fiscal biennium. Appropriations in this act for state  
17 agencies, including institutions of higher education are sufficient to  
18 continue the provisions of the 2011-2013 collective bargaining  
19 agreement, and are subject to the following conditions and limitations:

20 (1)(a) The monthly employer funding rate for insurance benefit  
21 premiums, public employees' benefits board administration, and the  
22 uniform medical plan, shall not exceed \$782 per eligible employee for  
23 fiscal year 2014. For fiscal year 2015 the monthly employer funding  
24 rate shall not exceed \$791 per eligible employee.

25 (b) In order to achieve the level of funding provided for health  
26 benefits, the public employees' benefits board shall require or make  
27 any or all of the following: Employee premium copayments, increases in  
28 point-of-service cost sharing, the implementation of managed  
29 competition, or other changes to benefits consistent with RCW  
30 41.05.065.

31 (c) The health care authority shall deposit any moneys received on  
32 behalf of the uniform medical plan as a result of rebates on  
33 prescription drugs, audits of hospitals, subrogation payments, or any  
34 other moneys recovered as a result of prior uniform medical plan claims  
35 payments, into the public employees' and retirees' insurance account to

1 be used for insurance benefits. Such receipts shall not be used for  
2 administrative expenditures.

3 (2) The health care authority, subject to the approval of the  
4 public employees' benefits board, shall provide subsidies for health  
5 benefit premiums to eligible retired or disabled public employees and  
6 school district employees who are eligible for medicare, pursuant to  
7 RCW 41.05.085. For calendar years 2014 and 2015, the subsidy shall be  
8 up to \$150.00 per month.

9 NEW SECTION. **Sec. 937. COMPENSATION--REPRESENTED EMPLOYEES**  
10 **OUTSIDE SUPER COALITION--INSURANCE BENEFITS**

11 Appropriations for state agencies in this act are sufficient for  
12 represented employees outside the super coalition for health benefits,  
13 and are subject to the following conditions and limitations:

14 (1)(a) The monthly employer funding rate for insurance benefit  
15 premiums, public employees' benefits board administration, and the  
16 uniform medical plan, shall not exceed \$782 per eligible employee for  
17 fiscal year 2014. For fiscal year 2015 the monthly employer funding  
18 rate shall not exceed \$791 per eligible employee.

19 (b) In order to achieve the level of funding provided for health  
20 benefits, the public employees' benefits board shall require or make  
21 any or all of the following: Employee premium copayments, increases in  
22 point-of-service cost sharing, the implementation of managed  
23 competition, or other changes to benefits consistent with RCW  
24 41.05.065.

25 (c) The health care authority shall deposit any moneys received on  
26 behalf of the uniform medical plan as a result of rebates on  
27 prescription drugs, audits of hospitals, subrogation payments, or any  
28 other moneys recovered as a result of prior uniform medical plan claims  
29 payments, into the public employees' and retirees' insurance account to  
30 be used for insurance benefits. Such receipts shall not be used for  
31 administrative expenditures.

32 (2) The health care authority, subject to the approval of the  
33 public employees' benefits board, shall provide subsidies for health  
34 benefit premiums to eligible retired or disabled public employees and  
35 school district employees who are eligible for medicare, pursuant to  
36 RCW 41.05.085. For calendar years 2014 and 2015, the subsidy shall be  
37 up to \$150.00 per month.



1            NEW SECTION.    **Sec. 938.    COMPENSATION--NONREPRESENTED EMPLOYEES--**  
2 **INSURANCE BENEFITS**

3            Appropriations for state agencies in this act are sufficient for  
4 nonrepresented state employee health benefits for state agencies,  
5 including institutions of higher education, and are subject to the  
6 following conditions and limitations:

7            (1)(a) The monthly employer funding rate for insurance benefit  
8 premiums, public employees' benefits board administration, and the  
9 uniform medical plan, shall not exceed \$782 per eligible employee for  
10 fiscal year 2014. For fiscal year 2015 the monthly employer funding  
11 rate shall not exceed \$791 per eligible employee.

12            (b) In order to achieve the level of funding provided for health  
13 benefits, the public employees' benefits board shall require or make  
14 any or all of the following: Employee premium copayments, increases in  
15 point-of-service cost sharing, the implementation of managed  
16 competition, or other changes to benefits consistent with RCW  
17 41.05.065.

18            (c) The health care authority shall deposit any moneys received on  
19 behalf of the uniform medical plan as a result of rebates on  
20 prescription drugs, audits of hospitals, subrogation payments, or any  
21 other moneys recovered as a result of prior uniform medical plan claims  
22 payments, into the public employees' and retirees' insurance account to  
23 be used for insurance benefits. Such receipts shall not be used for  
24 administrative expenditures.

25            (2) The health care authority, subject to the approval of the  
26 public employees' benefits board, shall provide subsidies for health  
27 benefit premiums to eligible retired or disabled public employees and  
28 school district employees who are eligible for medicare, pursuant to  
29 RCW 41.05.085. For calendar years 2014 and 2015, the subsidy shall be  
30 up to \$150.00 per month.

31            (3) Technical colleges, school districts, and educational service  
32 districts shall remit to the health care authority for deposit into the  
33 public employees' and retirees' insurance account established in RCW  
34 41.05.120 the following amounts:

35            (a) For each full-time employee, \$64.40 per month beginning  
36 September 1, 2013, and \$70.39 beginning September 1, 2014; and

37            (b) For each part-time employee, who at the time of the remittance  
38 is employed in an eligible position as defined in RCW 41.32.010 or

1 41.40.010 and is eligible for employer fringe benefit contributions for  
2 basic benefits, \$64.40 each month beginning September 1, 2013, and  
3 \$70.39 beginning September 1, 2014, prorated by the proportion of  
4 employer fringe benefit contributions for a full-time employee that the  
5 part-time employee receives. The remittance requirements specified in  
6 this subsection (3) shall not apply to employees of a technical  
7 college, school district, or educational service district who purchase  
8 insurance benefits through contracts with the health care authority.

9 NEW SECTION. **Sec. 939. COMPENSATION--REVISE PENSION CONTRIBUTION**  
10 **RATES**

11 The appropriations for school districts and state agencies,  
12 including institutions of higher education are subject to the following  
13 conditions and limitations: Appropriations are adjusted to reflect  
14 changes to agency appropriations to reflect pension contribution rates  
15 adopted by the pension funding council and the law enforcement  
16 officers' and firefighters' retirement system plan 2 board.

17 NEW SECTION. **Sec. 940. NONREPRESENTED EMPLOYEE LONGEVITY STEP**

18 For classified state employees, except those within the Washington  
19 management service and except those represented by a bargaining unit  
20 under chapters 41.80, 41.56, or 47.64 RCW, funding is provided within  
21 agency appropriations for implementation of a longevity step, in  
22 accordance with rules adopted under RCW 41.06.133.

23 NEW SECTION. **Sec. 941. COLLECTIVE BARGAINING AGREEMENTS**

24 For collective bargaining agreements negotiated with the state for  
25 the 2013-2015 fiscal biennium under chapter 41.80 RCW, the governor may  
26 request funds to implement the terms and conditions of any agreement  
27 negotiated by an institution of higher education and submitted to the  
28 office of financial management after October 1, 2012, but before  
29 December 20, 2012, if that agreement is determined to be financially  
30 feasible to the state by the director of financial management.

31 NEW SECTION. **Sec. 942. COMPENSATION - CONTINGENT INCREASE IN**  
32 **SALARIES AND WAGES**

33 (1) If the director of the office of financial management  
34 determines that the February 2014 economic and revenue forecast council

1 forecast for general fund--state revenues for fiscal year 2015 is  
2 \$200,000,000 or more than the September 2012 economic and revenue  
3 forecast council forecast for general fund--state revenues for fiscal  
4 year 2015 as a result of increased economic activity, effective July 1,  
5 2014, appropriations to state agencies will increase in the amounts  
6 specified in LEAP Document 2013-H01 to fund a one percent salary  
7 increase effective July 1, 2014, through June 30, 2015, for the  
8 following state employees:

9 (a) All classified employees;

10 (b) Employees in the Washington management service;

11 (c) Except as provided in subsection (2) of this section, employees  
12 exempt from merit system rules in the legislative, executive, and  
13 judicial branches;

14 (d) Employees of the marine division of the department of  
15 transportation represented by the office and professional employees  
16 international union local eight and service employees international  
17 union local six.

18 (2) The salary increase in this section is not provided to the  
19 following state employees:

20 (a) Commissioned officers of the Washington state patrol  
21 represented by the Washington state patrol troopers association and the  
22 Washington state patrol lieutenants association;

23 (b) Employees of the marine division of the department of  
24 transportation represented by:

25 (i) The ferry agents, supervisors, project administrators  
26 association;

27 (ii) The Pacific northwest regional council of carpenters;

28 (iii) The Puget Sound metal trades council;

29 (iv) The marine engineers' beneficial association unlicensed engine  
30 room employees;

31 (v) The marine engineers' beneficial association licensed engineer  
32 officers;

33 (vi) The masters, mates and pilots - mates;

34 (vii) The masters, mates and pilots - masters;

35 (viii) The masters, mates and pilots - watch supervisors; and

36 (ix) The inlandboatmen's union of the pacific.

37 (c) Employees whose maximum salaries are set by the commission on  
38 salaries for elected officials; and

1 (d) Faculty employees and employees exempt from merit system rules  
2 at institutions of higher education.

3 (3) For purposes of this section, "increased economic activity"  
4 means additional revenue derived from taxable business and consumer  
5 activity and does not include revenue changes from changes in state or  
6 federal law or revenue changes characterized by the economic and  
7 revenue forecast council as a noneconomic change.

8 NEW SECTION. **Sec. 943. ACQUISITION OF INFORMATION TECHNOLOGY**  
9 **PROJECTS THROUGH FINANCIAL CONTRACTS**

10 (1) Financial contracts for the acquisition of the information  
11 technology projects authorized in this section must be approved jointly  
12 by the office of the financial management and the office of the chief  
13 information officer. Information technology projects funded under this  
14 section shall meet the following requirements:

15 (a) The project reduces costs and achieves economies of scale by  
16 leveraging statewide investments in systems and data and other common  
17 or enterprise-wide solutions within and across state agencies;

18 (b) The project begins or continues replacement of legacy  
19 information technology systems and replacing these systems with modern  
20 and more efficient information technology systems;

21 (c) The project improves the ability of an agency to recover from  
22 major disaster;

23 (d) The project provides future savings and efficiencies for an  
24 agency through reduced operating costs, improved customer service, or  
25 increased revenue collections; and

26 (e) Preference for project approval must be given to an agency that  
27 has prior approval from the office of the chief information officer, an  
28 approved business plan, and where the primary hurdle to project funding  
29 is the lack of funding capacity.

30 (2) The following state agencies may enter into financial contracts  
31 to finance expenditures for the acquisition and implementation of the  
32 following information technology projects for up to the respective  
33 amounts indicated, plus financing expenses and required reserves  
34 pursuant to chapter 39.94 RCW:

35 (a) Subject to subsection (4) of this section, \$10,000,000 for the  
36 department of enterprise services time, leave, and attendance pilot  
37 project;

1 (b) \$3,867,000 for the Washington state patrol for continuation of  
2 the mobile office platform;

3 (c) \$8,500,000 for the department of social and health services  
4 conversion to the tenth version of the world health organization's  
5 international classification of diseases;

6 (d) \$5,558,343 for the department of early learning system  
7 implementation of electronic benefit transfers;

8 (e) \$9,404,000 for the employment security department to modernize  
9 the unemployment insurance benefit system; and

10 (f) \$4,323,000 for the department of corrections for radio  
11 infrastructure upgrades.

12 (3) The office of financial management with assistance from the  
13 office of the chief information officer will report to the governor and  
14 fiscal committees of the legislature by November 1st of each year on  
15 the status of distributions and expenditures on information technology  
16 projects and improved statewide or agency performance results achieved  
17 by project funding.

18 (4) If the Washington state department of transportation enters  
19 into financial contracts pursuant to chapter 39.94 RCW for the  
20 acquisition and implementation of a time, leave, and labor distribution  
21 system, the authorization provided to the department of enterprise  
22 services in subsection (2)(a) of this section expires.

23 **NEW SECTION. Sec. 944. INFORMATION TECHNOLOGY PROJECTS**

24 (1) The office of the chief information officer, in coordination  
25 with the technology services board, must evaluate existing state  
26 technology policies on technology investment planning and project  
27 implementation to determine whether these policies reflect current  
28 industry leading practices. Where necessary, the office of the chief  
29 information officer shall develop revisions to these policies designed  
30 to incorporate leading practices, and to incorporate appropriate  
31 reporting mechanisms designed to improve the transparency of agency  
32 compliance with these policies. All revisions must be submitted to the  
33 technology services board for approval no later than September 30,  
34 2013. The technology services board may create a subcommittee  
35 responsible for the ongoing review and oversight of state technology  
36 policy development.

1 (2) The office of the chief information officer shall improve the  
2 transparency of agency technology planning and development activities  
3 by implementing a publicly facing web-based reporting tool for  
4 centralized reporting and posting of these documents. The office of  
5 the chief information officer shall develop and implement a policy  
6 requiring that all critical planning documents, including but not  
7 limited to feasibility studies, project management plans, and quality  
8 assurance plans for all major projects, and all quality assurance  
9 status reports. The reporting tool should be in place no later than  
10 September 30, 2013.

11 NEW SECTION. **Sec. 945. PERSONAL COMPUTER ACQUISITION AND**  
12 **REPLACEMENT**

13 (1) The legislature finds that the state must achieve reduced costs  
14 in the acquisition and deployment of new and replacement personal  
15 computers. The office of the chief information officer of the state  
16 must develop a policy on the procurement of personal computers with the  
17 goal of reducing the total life cycle cost of ownership. The policy  
18 must be effective no later than September 1, 2013.

19 (2) At a minimum, the policy must address frequency of replacement,  
20 identify a preferred financing method, and identify one or more  
21 preferred equipment configurations. Financing methods examined in  
22 developing the policy must include leasing, lease purchasing,  
23 purchasing using certificates of participation and cash purchase. In  
24 determining total life cycle costs, the office of the chief information  
25 officer must consider the cost of acquisition, deployment, financing,  
26 maintenance, and decommissioning of personal computers including any  
27 residual software licensing costs. The office of the chief information  
28 officer may include any other criteria deemed appropriate in developing  
29 the policy.

30 (3) The office of the attorney general shall participate in a pilot  
31 acquisition program. Key elements of the pilot will include a regular  
32 replacement cycle that ensures reliable equipment and is acquired by  
33 lease. Deployment of the replacement computer and decommissioning of  
34 the old computer must also be part of the acquisition contract. The  
35 office of the attorney general must work with the office of the chief  
36 information officer to determine the costs and benefits of this

1 approach relative to cash procurement and agency deployment and  
2 decommissioning. The office of the chief information officer shall  
3 report on the findings of the pilot not later than January 1, 2015.

4 (4) While judicial, legislative, and higher education agencies are  
5 exempt from this policy, they are encouraged to adhere to the policy to  
6 the maximum extent practicable in meeting the goal of lowering the  
7 total life cycle cost of ownership for personal computers.

8 NEW SECTION. **Sec. 946. INFORMATION TECHNOLOGY SECURITY PROGRAMS**  
9 **AND TRAINING**

10 (1) The office of the chief information officer has developed  
11 information technology security policies to assist state agencies in  
12 implementing an information technology security program. Before any  
13 agency may expend amounts appropriated in this act on information  
14 technology equipment, the agency must adopt the information technology  
15 security guidelines or the state chief information officer must approve  
16 an agency's information technology security program.

17 (2) Every agency shall submit to the office of the chief  
18 information officer a schedule for employee information technology  
19 security training, in accordance with technology security policies, no  
20 later than September 1, 2013. In the event an agency has not complied  
21 with this requirement, the chief information officer may request the  
22 office of financial management to embargo all or part of the amounts  
23 appropriated to the agency in this act for information technology  
24 equipment purchases until the agency training schedule is received.

25 **Sec. 947.** RCW 2.28.170 and 2009 c 445 s 2 are each amended to read  
26 as follows:

27 (1) Counties may establish and operate drug courts.

28 (2) For the purposes of this section, "drug court" means a court  
29 that has special calendars or dockets designed to achieve a reduction  
30 in recidivism and substance abuse among nonviolent, substance abusing  
31 felony and nonfelony offenders, whether adult or juvenile, by  
32 increasing their likelihood for successful rehabilitation through  
33 early, continuous, and intense judicially supervised treatment;  
34 mandatory periodic drug testing; and the use of appropriate sanctions  
35 and other rehabilitation services.

1 (3)(a) Any jurisdiction that seeks a state appropriation to fund a  
2 drug court program must first:

3 (i) Exhaust all federal funding that is available to support the  
4 operations of its drug court and associated services; and

5 (ii) Match, on a dollar-for-dollar basis, state moneys allocated  
6 for drug court programs with local cash or in-kind resources. Moneys  
7 allocated by the state must be used to supplement, not supplant, other  
8 federal, state, and local funds for drug court operations and  
9 associated services. However, from July 26, 2009, until June 30,  
10 (~~2013~~) 2015, no match is required for state moneys expended for the  
11 administrative and overhead costs associated with the operation of a  
12 drug court pursuant to RCW 70.96A.350.

13 (b) Any county that establishes a drug court pursuant to this  
14 section shall establish minimum requirements for the participation of  
15 offenders in the program. The drug court may adopt local requirements  
16 that are more stringent than the minimum. The minimum requirements  
17 are:

18 (i) The offender would benefit from substance abuse treatment;

19 (ii) The offender has not previously been convicted of a serious  
20 violent offense or sex offense as defined in RCW 9.94A.030; and

21 (iii) Without regard to whether proof of any of these elements is  
22 required to convict, the offender is not currently charged with or  
23 convicted of an offense:

24 (A) That is a sex offense;

25 (B) That is a serious violent offense;

26 (C) During which the defendant used a firearm; or

27 (D) During which the defendant caused substantial or great bodily  
28 harm or death to another person.

29 **Sec. 948.** RCW 2.28.170 and 2013 c 257 s 5 are each amended to read  
30 as follows:

31 (1) Jurisdictions may establish and operate drug courts.

32 (2) For the purposes of this section, "drug court" means a court  
33 that has special calendars or dockets designed to achieve a reduction  
34 in recidivism and substance abuse among nonviolent, substance abusing  
35 felony and nonfelony offenders, whether adult or juvenile, by  
36 increasing their likelihood for successful rehabilitation through



1 early, continuous, and intense judicially supervised treatment;  
2 mandatory periodic drug testing; and the use of appropriate sanctions  
3 and other rehabilitation services.

4 (3)(a) Any jurisdiction that seeks a state appropriation to fund a  
5 drug court program must first:

6 (i) Exhaust all federal funding that is available to support the  
7 operations of its drug court and associated services; and

8 (ii) Match, on a dollar-for-dollar basis, state moneys allocated  
9 for drug court programs with local cash or in-kind resources. Moneys  
10 allocated by the state must be used to supplement, not supplant, other  
11 federal, state, and local funds for drug court operations and  
12 associated services. However, from July 26, 2009, until June 30,  
13 (~~2013~~) 2015, no match is required for state moneys expended for the  
14 administrative and overhead costs associated with the operation of a  
15 drug court pursuant to RCW 70.96A.350.

16 (b) Any jurisdiction that establishes a drug court pursuant to this  
17 section shall establish minimum requirements for the participation of  
18 offenders in the program. The drug court may adopt local requirements  
19 that are more stringent than the minimum. The minimum requirements  
20 are:

21 (i) The offender would benefit from substance abuse treatment;

22 (ii) The offender has not previously been convicted of a serious  
23 violent offense or sex offense as defined in RCW 9.94A.030; and

24 (iii) Without regard to whether proof of any of these elements is  
25 required to convict, the offender is not currently charged with or  
26 convicted of an offense:

27 (A) That is a sex offense;

28 (B) That is a serious violent offense;

29 (C) During which the defendant used a firearm; or

30 (D) During which the defendant caused substantial or great bodily  
31 harm or death to another person.

32 **Sec. 949.** RCW 13.40.466 and 2006 c 304 s 4 are each amended to  
33 read as follows:

34 (1) The reinvesting in youth account is created in the state  
35 treasury. Moneys in the account shall be spent only after  
36 appropriation. Expenditures from the account may be used to reimburse  
37 local governments for the implementation of the reinvesting in youth

1 program established in RCW 13.40.462 and 13.40.464. During the  
2 2013-2015 fiscal biennium, the legislature may appropriate moneys from  
3 the reinvesting in youth account for juvenile rehabilitation purposes.

4 (2) Revenues to the reinvesting in youth account consist of  
5 revenues appropriated to or deposited in the account.

6 (3) The department of social and health services juvenile  
7 rehabilitation administration shall review and monitor the expenditures  
8 made by any county or group of counties that is funded, in whole or in  
9 part, with funds provided through the reinvesting in youth account.  
10 Counties shall repay any funds that are not spent in accordance with  
11 RCW 13.40.462 and 13.40.464.

12 **Sec. 950.** RCW 18.43.150 and 1991 c 277 s 2 are each amended to  
13 read as follows:

14 All fees collected under the provisions of RCW 18.43.050,  
15 18.43.060, 18.43.080, 18.43.100, and 18.43.130 and fines collected  
16 under RCW 18.43.110 shall be paid into the professional engineers'  
17 account, which account is hereby established in the state treasury to  
18 be used to carry out the purposes and provisions of RCW 18.43.050,  
19 18.43.060, 18.43.080, 18.43.100, 18.43.110, 18.43.120, 18.43.130,  
20 18.43.140 and all other duties required for operation and enforcement  
21 of this chapter. During the 2013-2015 fiscal biennium, the legislature  
22 may transfer from the professional engineers' account to the state  
23 general fund such amounts as reflect the excess fund balance of the  
24 account.

25 **Sec. 951.** RCW 19.28.351 and 2003 1st sp.s. c 25 s 910 are each  
26 amended to read as follows:

27 All sums received from licenses, permit fees, or other sources,  
28 herein shall be paid to the state treasurer and placed in a special  
29 fund designated as the "electrical license fund," and paid out upon  
30 vouchers duly and regularly issued therefor and approved by the  
31 director of labor and industries or the director's designee following  
32 determination by the board that the sums are necessary to accomplish  
33 the intent of chapter 19.28 RCW. The treasurer shall keep an accurate  
34 record of payments into, or receipts of, the fund, and of all  
35 disbursements therefrom.

1 During the ((2003-2005)) 2013-2015 biennium, the legislature may  
2 transfer moneys from the electrical license fund to the state general  
3 fund such amounts as reflect the excess fund balance of the fund.

4 **Sec. 952.** RCW 28A.500.020 and 2010 c 237 s 5 are each amended to  
5 read as follows:

6 (1) Unless the context clearly requires otherwise, the definitions  
7 in this section apply throughout this chapter.

8 (a) "Prior tax collection year" means the year immediately  
9 preceding the year in which the local effort assistance shall be  
10 allocated.

11 (b) "Statewide average fourteen percent levy rate" means fourteen  
12 percent of the total levy bases as defined in RCW 84.52.0531 (3)  
13 through (5) for calendar years 2014 and 2015, and as defined in RCW  
14 84.52.0531 (3) and (4) in calendar years 2016 and thereafter, summed  
15 for all school districts, and divided by the total assessed valuation  
16 for excess levy purposes in the prior tax collection year for all  
17 districts as adjusted to one hundred percent by the county indicated  
18 ratio established in RCW 84.48.075.

19 (c) The "district's fourteen percent levy amount" means the school  
20 district's maximum levy authority after transfers determined under RCW  
21 84.52.0531(2) (a) through (c) divided by the district's maximum levy  
22 percentage determined under RCW 84.52.0531((+5)) (6) multiplied by  
23 fourteen percent.

24 (d) The "district's fourteen percent levy rate" means the  
25 district's fourteen percent levy amount divided by the district's  
26 assessed valuation for excess levy purposes for the prior tax  
27 collection year as adjusted to one hundred percent by the county  
28 indicated ratio.

29 (e) "Districts eligible for local effort assistance" means those  
30 districts with a fourteen percent levy rate that exceeds the statewide  
31 average fourteen percent levy rate.

32 (2) Unless otherwise stated all rates, percents, and amounts are  
33 for the calendar year for which local effort assistance is being  
34 calculated under this chapter.

35 **Sec. 953.** RCW 28B.15.067 and 2012 2nd sp.s. c 7 s 914 are each  
36 amended to read as follows:

1 (1) Tuition fees shall be established under the provisions of this  
2 chapter.

3 (2) Beginning in the 2011-12 academic year, reductions or increases  
4 in full-time tuition fees shall be as provided in the omnibus  
5 appropriations act for resident undergraduate students at community and  
6 technical colleges. The governing boards of the state universities,  
7 regional universities, and The Evergreen State College; and the state  
8 board for community and technical colleges may reduce or increase full-  
9 time tuition fees for all students other than resident undergraduates,  
10 including nonresident students, summer school students, and students in  
11 other self-supporting degree programs. Percentage increases in full-  
12 time tuition may exceed the fiscal growth factor. Except during the  
13 ((2011-2013)) 2013-2015 fiscal biennium, the state board for community  
14 and technical colleges may pilot or institute differential tuition  
15 models. The board may define scale, scope, and rationale for the  
16 models.

17 (3)(a) Beginning with the 2011-12 academic year and through the end  
18 of the 2014-15 academic year, the governing boards of the state  
19 universities, the regional universities, and The Evergreen State  
20 College may reduce or increase full-time tuition fees for all students,  
21 including summer school students and students in other self-supporting  
22 degree programs. Percentage increases in full-time tuition fees may  
23 exceed the fiscal growth factor. Reductions or increases may be made  
24 for all or portions of an institution's programs, campuses, courses, or  
25 students; however, during the ((2011-2013)) 2013-2015 fiscal biennium,  
26 reductions or increases in tuition must be uniform among resident  
27 undergraduate students.

28 (b) Prior to reducing or increasing tuition for each academic year,  
29 the governing boards of the state universities, the regional  
30 universities, and The Evergreen State College shall consult with  
31 existing student associations or organizations with student  
32 undergraduate and graduate representatives regarding the impacts of  
33 potential tuition increases. Each governing board shall make public  
34 its proposal for tuition and fee increases twenty-one days before the  
35 governing board of the institution considers adoption and allow  
36 opportunity for public comment. However, the requirement to make  
37 public a proposal for tuition and fee increases twenty-one days before  
38 the governing board considers adoption shall not apply if the omnibus

1 appropriations act has not passed the legislature by May 15th.  
2 Governing boards shall be required to provide data regarding the  
3 percentage of students receiving financial aid, the sources of aid, and  
4 the percentage of total costs of attendance paid for by aid.

5 (c) Prior to reducing or increasing tuition for each academic year,  
6 the state board for community and technical college system shall  
7 consult with existing student associations or organizations with  
8 undergraduate student representation regarding the impacts of potential  
9 tuition increases. The state board for community and technical  
10 colleges shall provide data regarding the percentage of students  
11 receiving financial aid, the sources of aid, and the percentage of  
12 total costs of attendance paid for by aid.

13 (4) Beginning with the 2015-16 academic year through the 2018-19  
14 academic year, the governing boards of the state universities, regional  
15 universities, and The Evergreen State College may set tuition for  
16 resident undergraduates as follows:

17 (a) If state funding for a college or university falls below the  
18 state funding provided in the operating budget for fiscal year 2011,  
19 the governing board may increase tuition up to the limits set in (d) of  
20 this subsection, reduce enrollments, or both;

21 (b) If state funding for a college or university is at least at the  
22 level of state funding provided in the operating budget for fiscal year  
23 2011, the governing board may increase tuition up to the limits set in  
24 (d) of this subsection and shall continue to at least maintain the  
25 actual enrollment levels for fiscal year 2011 or increase enrollments  
26 as required in the omnibus appropriations act;

27 (c) If state funding is increased so that combined with resident  
28 undergraduate tuition the sixtieth percentile of the total per-student  
29 funding at similar public institutions of higher education in the  
30 global challenge states under RCW 28B.15.068 is exceeded, the governing  
31 board shall decrease tuition by the amount needed for the total per-  
32 student funding to be at the sixtieth percentile under RCW 28B.15.068;  
33 and

34 (d) The amount of tuition set by the governing board for an  
35 institution under this subsection (4) may not exceed the sixtieth  
36 percentile of the resident undergraduate tuition of similar public  
37 institutions of higher education in the global challenge states.

1 (5) The tuition fees established under this chapter shall not apply  
2 to high school students enrolling in participating institutions of  
3 higher education under RCW 28A.600.300 through 28A.600.400.

4 (6) The tuition fees established under this chapter shall not apply  
5 to eligible students enrolling in a dropout reengagement program  
6 through an interlocal agreement between a school district and a  
7 community or technical college under RCW 28A.175.100 through  
8 28A.175.110.

9 (7) The tuition fees established under this chapter shall not apply  
10 to eligible students enrolling in a community or technical college  
11 participating in the pilot program under RCW 28B.50.534 for the purpose  
12 of obtaining a high school diploma.

13 (8) Beginning in the 2019-20 academic year, reductions or increases  
14 in full-time tuition fees for resident undergraduates at four-year  
15 institutions of higher education shall be as provided in the omnibus  
16 appropriations act.

17 (9) The legislative advisory committee to the committee on advanced  
18 tuition payment established in RCW 28B.95.170 shall:

19 (a) Review the impact of differential tuition rates on the funded  
20 status and future unit price of the Washington advanced college tuition  
21 payment program; and

22 (b) No later than January 14, 2013, make a recommendation to the  
23 appropriate policy and fiscal committees of the legislature regarding  
24 how differential tuition should be addressed in order to maintain the  
25 ongoing solvency of the Washington advanced college tuition payment  
26 program.

27 **Sec. 954.** RCW 28B.20.476 and 2007 c 216 s 2 are each amended to  
28 read as follows:

29 The geoduck aquaculture research account is created in the custody  
30 of the state treasurer. All receipts from any legislative  
31 appropriations, the aquaculture industry, or any other private or  
32 public source directed to the account must be deposited in the account.  
33 Expenditures from the account may only be used by the sea grant program  
34 for the geoduck research projects identified by RCW 28B.20.475. Only  
35 the president of the University of Washington or the president's  
36 designee may authorize expenditures from the account. The account is  
37 subject to the allotment procedures under chapter 43.88 RCW, but an

1 appropriation is not required for expenditures. During the 2013-2015  
2 fiscal biennium, amounts available in the geoduck aquaculture research  
3 account may also be appropriated for the sea grant program at the  
4 University of Washington to conduct research examining the possible  
5 negative and positive effects of evolving shellfish aquaculture  
6 techniques and practices on Washington's economy and marine ecosystems.

7 **Sec. 955.** RCW 28B.92.010 and 2004 c 275 s 34 are each amended to  
8 read as follows:

9 The purposes of this chapter are to establish the principles upon  
10 which the state financial aid programs will be based and to establish  
11 the state of Washington state need grant program, thus assisting  
12 financially needy or disadvantaged students domiciled in Washington to  
13 obtain the opportunity of attending an accredited institution of higher  
14 education. State need grants under this chapter are available only to  
15 students who are resident students as defined in RCW 28B.15.012(2) (a)  
16 through ~~((d))~~ (e) or any person who has completed the full senior  
17 year of high school and obtained a high school diploma, either at a  
18 Washington public high school or private high school approved under  
19 chapter 28A.195 RCW, or a person who has received the equivalent of a  
20 diploma; who has lived in Washington state for at least three years  
21 immediately before receiving the diploma or its equivalent; who has  
22 continuously lived in the state of Washington after receiving the  
23 diploma or its equivalent and until such time as the individual is  
24 admitted to an eligible institution of higher education and has been  
25 granted deferred action for childhood arrival status pursuant to the  
26 rules and regulations adopted by the United States citizenship and  
27 immigration services.

28 **Sec. 956.** RCW 28C.04.535 and 2011 1st sp.s. c 50 s 930 are each  
29 amended to read as follows:

30 Except for the ~~((2011-12 and 2012-13))~~ 2013-14 and 2014-15 school  
31 years, the Washington award for vocational excellence shall be granted  
32 annually. The workforce training and education coordinating board  
33 shall notify the students receiving the award, their vocational  
34 instructors, local chambers of commerce, the legislators of their  
35 respective districts, and the governor, after final selections have  
36 been made. The workforce training and education coordinating board, in

1 conjunction with the governor's office, shall prepare appropriate  
2 certificates to be presented to the selected students. Awards shall be  
3 presented in public ceremonies at times and places determined by the  
4 workforce training and education coordinating board in cooperation with  
5 the office of the governor.

6 **Sec. 957.** RCW 38.52.540 and 2012 2nd sp.s. c 7 s 915 are each  
7 amended to read as follows:

8 (1) The enhanced 911 account is created in the state treasury. All  
9 receipts from the state enhanced 911 excise taxes imposed by RCW  
10 82.14B.030 must be deposited into the account. Moneys in the account  
11 must be used only to support the statewide coordination and management  
12 of the enhanced 911 system, for the implementation of wireless enhanced  
13 911 statewide, for the modernization of enhanced 911 emergency  
14 communications systems statewide, and to help supplement, within  
15 available funds, the operational costs of the system, including  
16 adequate funding of counties to enable implementation of wireless  
17 enhanced 911 service and reimbursement of radio communications service  
18 companies for costs incurred in providing wireless enhanced 911 service  
19 pursuant to negotiated contracts between the counties or their agents  
20 and the radio communications service companies. For the 2011-2013  
21 fiscal biennium, the account may be used for modernizing narrowband  
22 radio capability in the department of corrections. For the 2013-2015  
23 fiscal biennium, the account may be used for activities and programs in  
24 the military department. A county must show just cause, including but  
25 not limited to a true and accurate accounting of the funds expended,  
26 for any inability to provide reimbursement to radio communications  
27 service companies of costs incurred in providing enhanced 911 service.

28 (2) Funds generated by the enhanced 911 excise tax imposed by RCW  
29 82.14B.030(5) may not be distributed to any county that has not imposed  
30 the maximum county enhanced 911 excise tax allowed under RCW  
31 82.14B.030(1). Funds generated by the enhanced 911 excise tax imposed  
32 by RCW 82.14B.030(6) may not be distributed to any county that has not  
33 imposed the maximum county enhanced 911 excise tax allowed under RCW  
34 82.14B.030(2).

35 (3) The state enhanced 911 coordinator, with the advice and  
36 assistance of the enhanced 911 advisory committee, is authorized to  
37 enter into statewide agreements to improve the efficiency of enhanced



1 911 services for all counties and shall specify by rule the additional  
2 purposes for which moneys, if available, may be expended from this  
3 account.

4 **Sec. 958.** RCW 39.26.210 and 2012 c 224 s 23 are each amended to  
5 read as follows:

6 (1) Agencies during the 2013-2015 biennia, must (~~annually~~) submit  
7 to the department a list of all contracts that the agency has entered  
8 into or renewed within ten days of entering into the contract.  
9 "Contracts," for the purposes of this section, does not include  
10 purchase orders. The department must maintain a publicly available  
11 list of all contracts entered into by agencies (~~during each fiscal~~  
12 ~~year~~), except that contracts for the employment of expert witnesses  
13 for the purposes of litigation shall not be made publicly available to  
14 the extent that information is exempt from disclosure under state law.  
15 Except as otherwise exempt, the data must identify the contracting  
16 agency, the contractor, the purpose of the contract, effective dates  
17 and periods of performance, the cost of the contract and funding  
18 source, any substantive modifications to the contract, and whether the  
19 contract was competitively procured or awarded on a sole source basis.

20 (2) The department may conduct audits of its master contracts and  
21 convenience contracts to ensure that the contractor is in compliance  
22 with the contract terms and conditions, including but not limited to  
23 providing only the goods and services specified in the contract at the  
24 contract price.

25 **Sec. 959.** RCW 41.06.280 and 2011 1st sp.s. c 43 s 419 are each  
26 amended to read as follows:

27 There is hereby created a fund within the state treasury,  
28 designated as the "personnel service fund," to be used by the office of  
29 financial management and the department of enterprise services as a  
30 revolving fund for the payment of salaries, wages, and operations  
31 required for the administration of the provisions of this chapter,  
32 applicable provisions of chapter 41.04 RCW, and chapter 41.60 RCW. An  
33 amount not to exceed one and one-half percent of the salaries and wages  
34 for all positions in the classified service in each of the agencies  
35 subject to this chapter, except the institutions of higher education,  
36 shall be charged to the operations appropriations of each agency and

1 credited to the personnel service fund as the allotments are approved  
2 pursuant to chapter 43.88 RCW. Subject to the above limitations, the  
3 amount shall be charged against the allotments pro rata, at a rate to  
4 be fixed by the director from time to time which, together with income  
5 derived from services rendered under RCW 41.06.080, will provide the  
6 office of financial management and the department of enterprise  
7 services with funds to meet its anticipated expenditures during the  
8 allotment period, including the training requirements in RCW 41.06.500  
9 and 41.06.530.

10 The director shall fix the terms and charges for services rendered  
11 by the department of enterprise services and the office of financial  
12 management pursuant to RCW 41.06.080, which amounts shall be credited  
13 to the personnel service fund and charged against the proper fund or  
14 appropriation of the recipient of such services on a monthly basis.  
15 Payment for services so rendered under RCW 41.06.080 shall be made on  
16 a monthly basis to the state treasurer and deposited in the personnel  
17 service fund.

18 Moneys from the personnel service fund shall be disbursed by the  
19 state treasurer by warrants on vouchers duly authorized by the office  
20 of financial management and the department of enterprise services.

21 During the 2013-2015 fiscal biennium, the legislature may transfer  
22 from the personnel service fund to the state general fund such amounts  
23 as reflect the excess fund balance of the account.

24 **Sec. 960.** RCW 41.06.280 and 2013 c 251 s 1 are each amended to  
25 read as follows:

26 There is hereby created a fund within the state treasury,  
27 designated as the "personnel service fund," to be used by the office of  
28 financial management as a revolving fund for the payment of salaries,  
29 wages, and operations required for the administration of the provisions  
30 of this chapter, applicable provisions of chapter 41.04 RCW, and  
31 chapter 41.60 RCW. An amount not to exceed one and one-half percent of  
32 the salaries and wages for all positions in the classified service in  
33 each of the agencies subject to this chapter, except the institutions  
34 of higher education, shall be charged to the operations appropriations  
35 of each agency and credited to the personnel service fund as the  
36 allotments are approved pursuant to chapter 43.88 RCW. Subject to the  
37 above limitations, the amount shall be charged against the allotments

1 pro rata, at a rate to be fixed by the director from time to time  
2 which, together with income derived from services rendered under RCW  
3 41.06.080, will provide the office of financial management with funds  
4 to meet its anticipated expenditures during the allotment period,  
5 including the training requirements in RCW 41.06.500 and 41.06.530.  
6 All revenues, net of expenditures, previously derived from services  
7 provided by the department of enterprise services under RCW 41.06.080  
8 must be transferred to the enterprise services account.

9 The director shall fix the terms and charges for services rendered  
10 by the office of financial management pursuant to RCW 41.06.080, which  
11 amounts shall be credited to the personnel service fund and charged  
12 against the proper fund or appropriation of the recipient of such  
13 services on a monthly basis. Payment for services so rendered under  
14 RCW 41.06.080 shall be made on a monthly basis to the state treasurer  
15 and deposited in the personnel service fund.

16 Moneys from the personnel service fund shall be disbursed by the  
17 state treasurer by warrants on vouchers duly authorized by the office  
18 of financial management.

19 During the 2013-2015 fiscal biennium, the legislature may transfer  
20 from the personnel service fund to the state general fund such amounts  
21 as reflect the excess fund balance of the account.

22 **Sec. 961.** RCW 41.26.802 and 2008 c 99 s 4 are each amended to read  
23 as follows:

24 (1) By September 30, 2011, if the prior fiscal biennium's general  
25 state revenues exceed the previous fiscal biennium's revenues by more  
26 than five percent, subject to appropriation by the legislature, the  
27 state treasurer shall transfer five million dollars to the local public  
28 safety enhancement account.

29 ~~(2) ((By September 30, 2013, if the prior fiscal biennium's general~~  
30 ~~state revenues exceed the previous fiscal biennium's revenues by more~~  
31 ~~than five percent, subject to appropriation by the legislature, the~~  
32 ~~state treasurer shall transfer ten million dollars to the local public~~  
33 ~~safety enhancement account.~~

34 (+3)) By September 30, 2015, if the prior fiscal biennium's general  
35 state revenues exceed the previous fiscal biennium's revenues by more  
36 than five percent, subject to appropriation by the legislature, the

1 state treasurer shall transfer twenty million dollars to the local  
2 public safety enhancement account.

3 (4) By September 30, 2017, and by September 30 of each odd-numbered  
4 year thereafter, if the prior fiscal biennium's general state revenues  
5 exceed the previous fiscal biennium's revenues by more than five  
6 percent, subject to appropriation by the legislature, the state  
7 treasurer shall transfer the lesser of one-third of the increase, or  
8 fifty million dollars, to the local public safety enhancement account.

9 **Sec. 962.** RCW 41.60.050 and 2011 1st sp.s. c 50 s 937 and 2011 1st  
10 sp.s. c 43 s 473 are each reenacted and amended to read as follows:

11 The legislature shall appropriate from the personnel service fund  
12 for the payment of administrative costs of the productivity board.  
13 However, during the 2011-2013 and 2013-2015 fiscal (~~biennium~~)  
14 biennia, the operations of the productivity board shall be suspended.

15 **Sec. 963.** RCW 41.80.010 and 2011 1st sp.s. c 50 s 938 and 2011 c  
16 344 s 1 are each reenacted and amended to read as follows:

17 (1) For the purpose of negotiating collective bargaining agreements  
18 under this chapter, the employer shall be represented by the governor  
19 or governor's designee, except as provided for institutions of higher  
20 education in subsection (4) of this section.

21 (2)(a) If an exclusive bargaining representative represents more  
22 than one bargaining unit, the exclusive bargaining representative shall  
23 negotiate with each employer representative as designated in subsection  
24 (1) of this section one master collective bargaining agreement on  
25 behalf of all the employees in bargaining units that the exclusive  
26 bargaining representative represents. For those exclusive bargaining  
27 representatives who represent fewer than a total of five hundred  
28 employees each, negotiation shall be by a coalition of all those  
29 exclusive bargaining representatives. The coalition shall bargain for  
30 a master collective bargaining agreement covering all of the employees  
31 represented by the coalition. The governor's designee and the  
32 exclusive bargaining representative or representatives are authorized  
33 to enter into supplemental bargaining of agency-specific issues for  
34 inclusion in or as an addendum to the master collective bargaining  
35 agreement, subject to the parties' agreement regarding the issues and

1 procedures for supplemental bargaining. This section does not prohibit  
2 cooperation and coordination of bargaining between two or more  
3 exclusive bargaining representatives.

4 (b) This subsection (2) does not apply to exclusive bargaining  
5 representatives who represent employees of institutions of higher  
6 education, except when the institution of higher education has elected  
7 to exercise its option under subsection (4) of this section to have its  
8 negotiations conducted by the governor or governor's designee under the  
9 procedures provided for general government agencies in subsections (1)  
10 through (3) of this section.

11 (c) If five hundred or more employees of an independent state  
12 elected official listed in RCW 43.01.010 are organized in a bargaining  
13 unit or bargaining units under RCW 41.80.070, the official shall be  
14 consulted by the governor or the governor's designee before any  
15 agreement is reached under (a) of this subsection concerning  
16 supplemental bargaining of agency specific issues affecting the  
17 employees in such bargaining unit.

18 (3) The governor shall submit a request for funds necessary to  
19 implement the compensation and fringe benefit provisions in the master  
20 collective bargaining agreement or for legislation necessary to  
21 implement the agreement. Requests for funds necessary to implement the  
22 provisions of bargaining agreements shall not be submitted to the  
23 legislature by the governor unless such requests:

24 (a) Have been submitted to the director of the office of financial  
25 management by October 1 prior to the legislative session at which the  
26 requests are to be considered; and

27 (b) Have been certified by the director of the office of financial  
28 management as being feasible financially for the state.

29 The legislature shall approve or reject the submission of the  
30 request for funds as a whole. The legislature shall not consider a  
31 request for funds to implement a collective bargaining agreement unless  
32 the request is transmitted to the legislature as part of the governor's  
33 budget document submitted under RCW 43.88.030 and 43.88.060. If the  
34 legislature rejects or fails to act on the submission, either party may  
35 reopen all or part of the agreement or the exclusive bargaining  
36 representative may seek to implement the procedures provided for in RCW  
37 41.80.090.

1 (4)(a)(i) For the purpose of negotiating agreements for  
2 institutions of higher education, the employer shall be the respective  
3 governing board of each of the universities, colleges, or community  
4 colleges or a designee chosen by the board to negotiate on its behalf.

5 (ii) A governing board of a university or college may elect to have  
6 its negotiations conducted by the governor or governor's designee under  
7 the procedures provided for general government agencies in subsections  
8 (1) through (3) of this section, except that:

9 (A) The governor or the governor's designee and an exclusive  
10 bargaining representative shall negotiate one master collective  
11 bargaining agreement for all of the bargaining units of employees of a  
12 university or college that the representative represents; or

13 (B) If the parties mutually agree, the governor or the governor's  
14 designee and an exclusive bargaining representative shall negotiate one  
15 master collective bargaining agreement for all of the bargaining units  
16 of employees of more than one university or college that the  
17 representative represents.

18 (iii) A governing board of a community college may elect to have  
19 its negotiations conducted by the governor or governor's designee under  
20 the procedures provided for general government agencies in subsections  
21 (1) through (3) of this section.

22 (b) Prior to entering into negotiations under this chapter, the  
23 institutions of higher education or their designees shall consult with  
24 the director of the office of financial management regarding financial  
25 and budgetary issues that are likely to arise in the impending  
26 negotiations.

27 (c)(i) In the case of bargaining agreements reached between  
28 institutions of higher education other than the University of  
29 Washington and exclusive bargaining representatives agreed to under the  
30 provisions of this chapter, if appropriations are necessary to  
31 implement the compensation and fringe benefit provisions of the  
32 bargaining agreements, the governor shall submit a request for such  
33 funds to the legislature according to the provisions of subsection (3)  
34 of this section, except as provided in (c)(iii) of this subsection.

35 (ii) In the case of bargaining agreements reached between the  
36 University of Washington and exclusive bargaining representatives  
37 agreed to under the provisions of this chapter, if appropriations are  
38 necessary to implement the compensation and fringe benefit provisions

1 of a bargaining agreement, the governor shall submit a request for such  
2 funds to the legislature according to the provisions of subsection (3)  
3 of this section, except as provided in this subsection (4)(c)(ii) and  
4 as provided in (c)(iii) of this subsection.

5 (A) If appropriations of less than ten thousand dollars are  
6 necessary to implement the provisions of a bargaining agreement, a  
7 request for such funds shall not be submitted to the legislature by the  
8 governor unless the request has been submitted to the director of the  
9 office of financial management by October 1 prior to the legislative  
10 session at which the request is to be considered.

11 (B) If appropriations of ten thousand dollars or more are necessary  
12 to implement the provisions of a bargaining agreement, a request for  
13 such funds shall not be submitted to the legislature by the governor  
14 unless the request:

15 (I) Has been submitted to the director of the office of financial  
16 management by October 1 prior to the legislative session at which the  
17 request is to be considered; and

18 (II) Has been certified by the director of the office of financial  
19 management as being feasible financially for the state.

20 (C) If the director of the office of financial management does not  
21 certify a request under (c)(ii)(B) of this subsection as being feasible  
22 financially for the state, the parties shall enter into collective  
23 bargaining solely for the purpose of reaching a mutually agreed upon  
24 modification of the agreement necessary to address the absence of those  
25 requested funds. The legislature may act upon the compensation and  
26 fringe benefit provisions of the modified collective bargaining  
27 agreement if those provisions are agreed upon and submitted to the  
28 office of financial management and legislative budget committees before  
29 final legislative action on the biennial or supplemental operating  
30 budget by the sitting legislature.

31 (iii) In the case of a bargaining unit of employees of institutions  
32 of higher education in which the exclusive bargaining representative is  
33 certified during or after the conclusion of a legislative session, the  
34 legislature may act upon the compensation and fringe benefit provisions  
35 of the unit's initial collective bargaining agreement if those  
36 provisions are agreed upon and submitted to the office of financial  
37 management and legislative budget committees before final legislative

1 action on the biennial or supplemental operating budget by the sitting  
2 legislature.

3 (5) There is hereby created a joint committee on employment  
4 relations, which consists of two members with leadership positions in  
5 the house of representatives, representing each of the two largest  
6 caucuses; the chair and ranking minority member of the house  
7 appropriations committee, or its successor, representing each of the  
8 two largest caucuses; two members with leadership positions in the  
9 senate, representing each of the two largest caucuses; and the chair  
10 and ranking minority member of the senate ways and means committee, or  
11 its successor, representing each of the two largest caucuses. The  
12 governor shall periodically consult with the committee regarding  
13 appropriations necessary to implement the compensation and fringe  
14 benefit provisions in the master collective bargaining agreements, and  
15 upon completion of negotiations, advise the committee on the elements  
16 of the agreements and on any legislation necessary to implement the  
17 agreements.

18 (6) If, after the compensation and fringe benefit provisions of an  
19 agreement are approved by the legislature, a significant revenue  
20 shortfall occurs resulting in reduced appropriations, as declared by  
21 proclamation of the governor or by resolution of the legislature, both  
22 parties shall immediately enter into collective bargaining for a  
23 mutually agreed upon modification of the agreement.

24 (7) After the expiration date of a collective bargaining agreement  
25 negotiated under this chapter, all of the terms and conditions  
26 specified in the collective bargaining agreement remain in effect until  
27 the effective date of a subsequently negotiated agreement, not to  
28 exceed one year from the expiration date stated in the agreement.  
29 Thereafter, the employer may unilaterally implement according to law.

30 (8) For the ~~((2011-2013))~~ 2013-2015 fiscal biennium, a collective  
31 bargaining agreement related to employee health care benefits  
32 negotiated between the employer and coalition pursuant to RCW  
33 41.80.020(3) regarding the dollar amount expended on behalf of each  
34 employee shall be a separate agreement for which the governor may  
35 request funds necessary to implement the agreement. ~~((If such an  
36 agreement is negotiated and funded by the legislature, this agreement  
37 will supersede any terms and conditions of an expired 2009-2011  
38 biennial master collective bargaining agreement under this chapter~~



1 ~~regarding health care benefits.))~~ The legislature may act upon a  
2 2013-2015 collective bargaining agreement related to employee health  
3 care benefits if an agreement is reached and submitted to the office of  
4 financial management and legislative budget committees before final  
5 legislative action on the biennial or supplemental operating  
6 appropriations act by the sitting legislature.

7 **Sec. 964.** RCW 41.80.020 and 2011 1st sp.s. c 50 s 939 and 2011 1st  
8 sp.s. c 43 s 445 are each reenacted and amended to read as follows:

9 (1) Except as otherwise provided in this chapter, the matters  
10 subject to bargaining include wages, hours, and other terms and  
11 conditions of employment, and the negotiation of any question arising  
12 under a collective bargaining agreement.

13 (2) The employer is not required to bargain over matters pertaining  
14 to:

15 (a) Health care benefits or other employee insurance benefits,  
16 except as required in subsection (3) of this section;

17 (b) Any retirement system or retirement benefit; or

18 (c) Rules of the human resources director, the director of  
19 enterprise services, or the Washington personnel resources board  
20 adopted under RCW 41.06.157.

21 (3) Matters subject to bargaining include the number of names to be  
22 certified for vacancies, promotional preferences, and the dollar amount  
23 expended on behalf of each employee for health care benefits. However,  
24 except as provided otherwise in this subsection for institutions of  
25 higher education, negotiations regarding the number of names to be  
26 certified for vacancies, promotional preferences, and the dollar amount  
27 expended on behalf of each employee for health care benefits shall be  
28 conducted between the employer and one coalition of all the exclusive  
29 bargaining representatives subject to this chapter. The exclusive  
30 bargaining representatives for employees that are subject to chapter  
31 47.64 RCW shall bargain the dollar amount expended on behalf of each  
32 employee for health care benefits with the employer as part of the  
33 coalition under this subsection. Any such provision agreed to by the  
34 employer and the coalition shall be included in all master collective  
35 bargaining agreements negotiated by the parties. For institutions of  
36 higher education, promotional preferences and the number of names to be  
37 certified for vacancies shall be bargained under the provisions of RCW

1 41.80.010(4). For agreements covering the ((2011-2013)) 2013-2015  
2 fiscal biennium, any agreement between the employer and the coalition  
3 regarding the dollar amount expended on behalf of each employee for  
4 health care benefits is a separate agreement and shall not be included  
5 in the master collective bargaining agreements negotiated by the  
6 parties.

7 (4) The employer and the exclusive bargaining representative shall  
8 not agree to any proposal that would prevent the implementation of  
9 approved affirmative action plans or that would be inconsistent with  
10 the comparable worth agreement that provided the basis for the salary  
11 changes implemented beginning with the 1983-1985 biennium to achieve  
12 comparable worth.

13 (5) The employer and the exclusive bargaining representative shall  
14 not bargain over matters pertaining to management rights established in  
15 RCW 41.80.040.

16 (6) Except as otherwise provided in this chapter, if a conflict  
17 exists between an executive order, administrative rule, or agency  
18 policy relating to wages, hours, and terms and conditions of employment  
19 and a collective bargaining agreement negotiated under this chapter,  
20 the collective bargaining agreement shall prevail. A provision of a  
21 collective bargaining agreement that conflicts with the terms of a  
22 statute is invalid and unenforceable.

23 (7) This section does not prohibit bargaining that affects  
24 contracts authorized by RCW 41.06.142.

25 **Sec. 965.** RCW 43.08.190 and 2011 1st sp.s. c 50 s 941 are each  
26 amended to read as follows:

27 There is hereby created a fund within the state treasury to be  
28 known as the "state treasurer's service fund." Such fund shall be used  
29 solely for the payment of costs and expenses incurred in the operation  
30 and administration of the state treasurer's office.

31 Moneys shall be allocated monthly and placed in the state  
32 treasurer's service fund equivalent to a maximum of one percent of the  
33 trust and treasury average daily cash balances from the earnings  
34 generated under the authority of RCW 43.79A.040 and 43.84.080 other  
35 than earnings generated from investment of balances in funds and  
36 accounts specified in RCW 43.79A.040(4)(c). The allocation shall  
37 precede the distribution of the remaining earnings as prescribed under

1 RCW 43.79A.040 and 43.84.092. The state treasurer shall establish a  
2 uniform allocation rate for all funds and accounts; except that the  
3 state treasurer may negotiate a different allocation rate with any  
4 state agency that has independent authority over funds not statutorily  
5 required to be held in the state treasury or in the custody of the  
6 state treasurer. In no event shall the rate be less than the actual  
7 costs incurred by the state treasurer's office. If no rate is  
8 separately negotiated, the default rate for any funds held shall be the  
9 rate set for funds held pursuant to statute.

10 During the 2009-2011 fiscal biennium and the 2011-2013 and 2013-  
11 2015 fiscal (~~(biennium))~~ biennia, the legislature may transfer from the  
12 state treasurer's service fund to the state general fund such amounts  
13 as reflect the excess fund balance of the fund.

14 **Sec. 966.** RCW 43.10.150 and 1974 ex.s. c 146 s 1 are each amended  
15 to read as follows:

16 A legal services revolving fund is hereby created in the state  
17 treasury for the purpose of a centralized funding, accounting, and  
18 distribution of the actual costs of the legal services provided to  
19 agencies of the state government by the attorney general. During the  
20 2013-2015 fiscal biennium, the legislature may transfer from the legal  
21 services revolving account to the state general fund such amounts as  
22 reflect the excess fund balance of the account.

23 **Sec. 967.** RCW 43.19.791 and 2011 2nd sp.s. c 9 s 906 are each  
24 amended to read as follows:

25 There is created a revolving fund to be known as the data  
26 processing revolving fund in the custody of the state treasurer. The  
27 revolving fund shall be used for the acquisition of equipment,  
28 software, supplies, and services and the payment of salaries, wages,  
29 and other costs incidental to the acquisition, development, operation,  
30 and administration of information services, telecommunications,  
31 systems, software, supplies and equipment, including the payment of  
32 principal and interest on bonds issued for capital projects, by the  
33 department, Washington State University's computer services center, the  
34 department of enterprise services' personnel information systems group  
35 and financial systems management group, and other users as determined  
36 by the office of financial management. The revolving fund is subject

1 to the allotment procedure provided under chapter 43.88 RCW. The chief  
2 information officer or the chief information officer's designee, with  
3 the approval of the technology services board, is authorized to expend  
4 up to one million dollars per fiscal biennium for the technology  
5 services board to conduct independent technical and financial analysis  
6 of proposed information technology projects, and such an expenditure  
7 does not require an appropriation. Disbursements from the revolving  
8 fund for the services component of the department are not subject to  
9 appropriation. Disbursements for the strategic planning and policy  
10 component of the department are subject to appropriation. All  
11 disbursements from the fund are subject to the allotment procedures  
12 provided under chapter 43.88 RCW. The department shall establish and  
13 implement a billing structure to assure all agencies pay an equitable  
14 share of the costs.

15 During the 2011-2013 and the 2013-2015 fiscal (~~(biennium)~~) biennia,  
16 the legislature may transfer from the data processing revolving account  
17 to the state general fund such amounts as reflect the excess fund  
18 balance.

19 As used in this section, the word "supplies" shall not be  
20 interpreted to delegate or abrogate the division of purchasing's  
21 responsibilities and authority to purchase supplies as described in RCW  
22 43.19.190 and 43.19.200.

23 **Sec. 968.** RCW 43.24.150 and 2013 c 322 s 30 are each amended to  
24 read as follows:

25 (1) The business and professions account is created in the state  
26 treasury. All receipts from business or professional licenses,  
27 registrations, certifications, renewals, examinations, or civil  
28 penalties assessed and collected by the department from the following  
29 chapters must be deposited into the account:

- 30 (a) Chapter 18.11 RCW, auctioneers;  
31 (b) Chapter 18.16 RCW, cosmetologists, barbers, and manicurists;  
32 (c) Chapter 18.145 RCW, court reporters;  
33 (d) Chapter 18.165 RCW, private investigators;  
34 (e) Chapter 18.170 RCW, security guards;  
35 (f) Chapter 18.185 RCW, bail bond agents;  
36 (g) Chapter 18.280 RCW, home inspectors;  
37 (h) Chapter 19.16 RCW, collection agencies;

- 1 (i) Chapter 19.31 RCW, employment agencies;
- 2 (j) Chapter 19.105 RCW, camping resorts;
- 3 (k) Chapter 19.138 RCW, sellers of travel;
- 4 (l) Chapter 42.44 RCW, notaries public;
- 5 (m) Chapter 64.36 RCW, timeshares;
- 6 (n) Chapter 67.08 RCW, boxing, martial arts, and wrestling;
- 7 (o) Chapter 18.300 RCW, body art, body piercing, and tattooing;
- 8 (p) Chapter 79A.60 RCW, whitewater river outfitters;
- 9 (q) Chapter 19.158 RCW, commercial telephone solicitation; and
- 10 (r) Chapter 19.290 RCW, scrap metal businesses.

11 Moneys in the account may be spent only after appropriation.  
12 Expenditures from the account may be used only for expenses incurred in  
13 carrying out these business and professions licensing activities of the  
14 department. Any residue in the account must be accumulated and may not  
15 revert to the general fund at the end of the biennium. During the  
16 2013-2015 fiscal biennium, the legislature may transfer from the  
17 business and professions account to the state general fund such amounts  
18 as reflect the excess fund balance of the account.

19 (2) The director must biennially prepare a budget request based on  
20 the anticipated costs of administering the business and professions  
21 licensing activities listed in subsection (1) of this section, which  
22 must include the estimated income from these business and professions  
23 fees.

24 **Sec. 969.** RCW 43.71.030 and 2012 c 87 s 4 are each amended to read  
25 as follows:

26 (1) The exchange may, consistent with the purposes of this chapter:  
27 (a) Sue and be sued in its own name; (b) make and execute agreements,  
28 contracts, and other instruments, with any public or private person or  
29 entity; (c) employ, contract with, or engage personnel; (d) pay  
30 administrative costs; (e) accept grants, donations, loans of funds, and  
31 contributions in money, services, materials or otherwise, from the  
32 United States or any of its agencies, from the state of Washington and  
33 its agencies or from any other source, and use or expend those moneys,  
34 services, materials, or other contributions; (f) aggregate or delegate  
35 the aggregation of funds that comprise the premium for a health plan;  
36 and (g) complete other duties necessary to begin open enrollment in  
37 qualified health plans through the exchange beginning October 1, 2013.

1 (2) The board shall develop a methodology to ensure the exchange is  
2 self-sustaining after December 31, 2014. The board shall seek input  
3 from health carriers to develop funding mechanisms that fairly and  
4 equitably apportion among carriers the reasonable administrative costs  
5 and expenses incurred to implement the provisions of this chapter. The  
6 board shall submit its recommendations to the legislature by December  
7 1, 2012. If the legislature does not enact legislation during the 2013  
8 regular session to modify or reject the board's recommendations, the  
9 board may proceed with implementation of the recommendations. During  
10 the 2013-2015 fiscal biennium, revenues to the exchange from charges to  
11 enrollees and to the state, as appropriated in section 213 of this act,  
12 shall not exceed 3.4 percent of premiums paid.

13 (3) The board shall establish policies that permit city and county  
14 governments, Indian tribes, tribal organizations, urban Indian  
15 organizations, private foundations, and other entities to pay premiums  
16 on behalf of qualified individuals.

17 (4) The employees of the exchange may participate in the public  
18 employees' retirement system under chapter 41.40 RCW and the public  
19 employees' benefits board under chapter 41.05 RCW.

20 (5) Qualified employers may access coverage for their employees  
21 through the exchange for small groups under section 1311 of P.L. 111-  
22 148 of 2010, as amended. The exchange shall enable any qualified  
23 employer to specify a level of coverage so that any of its employees  
24 may enroll in any qualified health plan offered through the small group  
25 exchange at the specified level of coverage.

26 (6) The exchange shall report its activities and status to the  
27 governor and the legislature as requested, and no less often than  
28 annually.

29 NEW SECTION. Sec. 970. Section 969 of this act takes effect July  
30 1, 2013, only if Engrossed Substitute House Bill No. 1947 (Washington  
31 health benefit exchange) is not enacted by June 30, 2013.

32 **Sec. 971.** RCW 43.79.445 and 2005 c 166 s 3 are each amended to  
33 read as follows:

34 There is established an account in the state treasury referred to  
35 as the "death investigations account" which shall exist for the purpose

1 of receiving, holding, investing, and disbursing funds appropriated or  
2 provided in RCW 70.58.107 and any moneys appropriated or otherwise  
3 provided thereafter.

4 Moneys in the death investigations account shall be disbursed by  
5 the state treasurer once every year on December 31 and at any other  
6 time determined by the treasurer. The treasurer shall make  
7 disbursements to: The state toxicology laboratory, counties for the  
8 cost of autopsies, the state patrol for providing partial funding for  
9 the state dental identification system, the criminal justice training  
10 commission for training county coroners, medical examiners and their  
11 staff, and the state forensic investigations council. (~~Funds from the  
12 death investigations account may be appropriated during the 1997-99  
13 biennium for the purposes of statewide child mortality reviews  
14 administered by the department of health.~~) Funds from the death  
15 investigations account may be appropriated during the 2013-2015 fiscal  
16 biennium for the activities of the state crime laboratory within the  
17 Washington state patrol.

18 **Sec. 972.** RCW 43.79.480 and 2011 1st sp.s. c 50 s 947 are each  
19 amended to read as follows:

20 (1) Moneys received by the state of Washington in accordance with  
21 the settlement of the state's legal action against tobacco product  
22 manufacturers, exclusive of costs and attorneys' fees, shall be  
23 deposited in the tobacco settlement account created in this section  
24 except as these moneys are sold or assigned under chapter 43.340 RCW.

25 (2) The tobacco settlement account is created in the state  
26 treasury. Moneys in the tobacco settlement account may only be  
27 transferred to the state general fund, and to the tobacco prevention  
28 and control account for purposes set forth in this section. The  
29 legislature shall transfer amounts received as strategic contribution  
30 payments as defined in RCW 43.350.010 to the life sciences discovery  
31 fund created in RCW 43.350.070. During the 2009-2011 and 2011-2013  
32 fiscal biennia, the legislature may transfer less than the entire  
33 strategic contribution payments, and may transfer amounts attributable  
34 to strategic contribution payments into the basic health plan  
35 stabilization account. During the 2013-2015 fiscal biennium, the  
36 legislature may transfer less than the entire strategic contribution

1 payments, and may transfer amounts attributable to strategic  
2 contribution payments into the state general fund.

3 (3) The tobacco prevention and control account is created in the  
4 state treasury. The source of revenue for this account is moneys  
5 transferred to the account from the tobacco settlement account,  
6 investment earnings, donations to the account, and other revenues as  
7 directed by law. Expenditures from the account are subject to  
8 appropriation. During the 2009-2011 fiscal biennium, the legislature  
9 may transfer from the tobacco prevention and control account to the  
10 state general fund such amounts as represent the excess fund balance of  
11 the account.

12 **Sec. 973.** RCW 43.82.010 and 2007 c 506 s 8 are each amended to  
13 read as follows:

14 (1) The director of (~~general administration~~) enterprise services,  
15 on behalf of the agency involved and after consultation with the office  
16 of financial management, shall purchase, lease, lease purchase, rent,  
17 or otherwise acquire all real estate, improved or unimproved, as may be  
18 required by elected state officials, institutions, departments,  
19 commissions, boards, and other state agencies, or federal agencies  
20 where joint state and federal activities are undertaken and may grant  
21 easements and transfer, exchange, sell, lease, or sublease all or part  
22 of any surplus real estate for those state agencies which do not  
23 otherwise have the specific authority to dispose of real estate. This  
24 section does not transfer financial liability for the acquired property  
25 to the department of (~~general administration~~) enterprise services.

26 (2) Except for real estate occupied by federal agencies, the  
27 director shall determine the location, size, and design of any real  
28 estate or improvements thereon acquired or held pursuant to subsection  
29 (1) of this section. Facilities acquired or held pursuant to this  
30 chapter, and any improvements thereon, shall conform to standards  
31 adopted by the director and approved by the office of financial  
32 management governing facility efficiency unless a specific exemption  
33 from such standards is provided by the director of (~~general~~  
34 ~~administration~~) enterprise services. The director of (~~general~~  
35 ~~administration~~) enterprise services shall report to the office of  
36 financial management and the appropriate committees of the legislature  
37 annually on any exemptions granted pursuant to this subsection.



1           (3) The director of (~~general administration~~) enterprise services  
2 may fix the terms and conditions of each lease entered into under this  
3 chapter, except that no lease shall extend greater than twenty years in  
4 duration. The director of (~~general administration~~) enterprise  
5 services may enter into a long-term lease greater than ten years in  
6 duration upon a determination by the director of the office of  
7 financial management that the long-term lease provides a more favorable  
8 rate than would otherwise be available, it appears to a substantial  
9 certainty that the facility is necessary for use by the state for the  
10 full length of the lease term, and the facility meets the standards  
11 adopted pursuant to subsection (2) of this section. The director of  
12 (~~general administration~~) enterprise services may enter into a long-  
13 term lease greater than ten years in duration if an analysis shows that  
14 the life-cycle cost of leasing the facility is less than the life-cycle  
15 cost of purchasing or constructing a facility in lieu of leasing the  
16 facility.

17           (4) Except as permitted under chapter 39.94 RCW, no lease for or on  
18 behalf of any state agency may be used or referred to as collateral or  
19 security for the payment of securities offered for sale through a  
20 public offering. Except as permitted under chapter 39.94 RCW, no lease  
21 for or on behalf of any state agency may be used or referred to as  
22 collateral or security for the payment of securities offered for sale  
23 through a private placement without the prior written approval of the  
24 state treasurer. However, this limitation shall not prevent a lessor  
25 from assigning or encumbering its interest in a lease as security for  
26 the repayment of a promissory note provided that the transaction would  
27 otherwise be an exempt transaction under RCW 21.20.320. The state  
28 treasurer shall adopt rules that establish the criteria under which any  
29 such approval may be granted. In establishing such criteria the state  
30 treasurer shall give primary consideration to the protection of the  
31 state's credit rating and the integrity of the state's debt management  
32 program. If it appears to the state treasurer that any lease has been  
33 used or referred to in violation of this subsection or rules adopted  
34 under this subsection, then he or she may recommend that the governor  
35 cause such lease to be terminated. The department of (~~general~~  
36 ~~administration~~) enterprise services shall promptly notify the state  
37 treasurer whenever it may appear to the department that any lease has

1 been used or referred to in violation of this subsection or rules  
2 adopted under this subsection.

3 (5) It is the policy of the state to encourage the colocation and  
4 consolidation of state services into single or adjacent facilities,  
5 whenever appropriate, to improve public service delivery, minimize  
6 duplication of facilities, increase efficiency of operations, and  
7 promote sound growth management planning.

8 (6) The director of (~~general administration~~) enterprise services  
9 shall provide coordinated long-range planning services to identify and  
10 evaluate opportunities for colocating and consolidating state  
11 facilities. Upon the renewal of any lease, the inception of a new  
12 lease, or the purchase of a facility, the director of (~~general  
13 administration~~) enterprise services shall determine whether an  
14 opportunity exists for colocating the agency or agencies in a single  
15 facility with other agencies located in the same geographic area. If  
16 a colocation opportunity exists, the director of (~~general  
17 administration~~) enterprise services shall consult with the affected  
18 state agencies and the office of financial management to evaluate the  
19 impact colocation would have on the cost and delivery of agency  
20 programs, including whether program delivery would be enhanced due to  
21 the centralization of services. The director of (~~general  
22 administration~~) enterprise services, in consultation with the office  
23 of financial management, shall develop procedures for implementing  
24 colocation and consolidation of state facilities.

25 (7) The director of (~~general administration~~) enterprise services  
26 is authorized to purchase, lease, rent, or otherwise acquire improved  
27 or unimproved real estate as owner or lessee and to lease or sublet all  
28 or a part of such real estate to state or federal agencies. The  
29 director of (~~general administration~~) enterprise services shall charge  
30 each using agency its proportionate rental which shall include an  
31 amount sufficient to pay all costs, including, but not limited to,  
32 those for utilities, janitorial and accounting services, and sufficient  
33 to provide for contingencies; which shall not exceed five percent of  
34 the average annual rental, to meet unforeseen expenses incident to  
35 management of the real estate.

36 (8) If the director of (~~general administration~~) enterprise  
37 services determines that it is necessary or advisable to undertake any  
38 work, construction, alteration, repair, or improvement on any real

1 estate acquired pursuant to subsection (1) or (7) of this section, the  
2 director shall cause plans and specifications thereof and an estimate  
3 of the cost of such work to be made and filed in his or her office and  
4 the state agency benefiting thereby is hereby authorized to pay for  
5 such work out of any available funds: PROVIDED, That the cost of  
6 executing such work shall not exceed the sum of twenty-five thousand  
7 dollars. Work, construction, alteration, repair, or improvement in  
8 excess of twenty-five thousand dollars, other than that done by the  
9 owner of the property if other than the state, shall be performed in  
10 accordance with the public works law of this state.

11 (9) In order to obtain maximum utilization of space, the director  
12 of (~~general-administration~~) enterprise services shall make space  
13 utilization studies, and shall establish standards for use of space by  
14 state agencies. Such studies shall include the identification of  
15 opportunities for colocation and consolidation of state agency office  
16 and support facilities.

17 (10) The director of (~~general-administration~~) enterprise services  
18 may construct new buildings on, or improve existing facilities, and  
19 furnish and equip, all real estate under his or her management. Prior  
20 to the construction of new buildings or major improvements to existing  
21 facilities or acquisition of facilities using a lease purchase  
22 contract, the director of (~~general-administration~~) enterprise  
23 services shall conduct an evaluation of the facility design and budget  
24 using life-cycle cost analysis, value-engineering, and other techniques  
25 to maximize the long-term effectiveness and efficiency of the facility  
26 or improvement.

27 (11) All conveyances and contracts to purchase, lease, rent,  
28 transfer, exchange, or sell real estate and to grant and accept  
29 easements shall be approved as to form by the attorney general, signed  
30 by the director of (~~general-administration~~) enterprise services or  
31 the director's designee, and recorded with the county auditor of the  
32 county in which the property is located.

33 (12) The director of (~~general-administration~~) enterprise services  
34 may delegate any or all of the functions specified in this section to  
35 any agency upon such terms and conditions as the director deems  
36 advisable. By January 1st of each year, beginning January 1, 2008, the  
37 department shall submit an annual report to the office of financial

1 management and the appropriate committees of the legislature on all  
2 delegated leases.

3 (13) This section does not apply to the acquisition of real estate  
4 by:

5 (a) The state college and universities for research or experimental  
6 purposes;

7 (b) The state liquor control board for liquor stores and  
8 warehouses; (~~and~~)

9 (c) The department of natural resources, the department of fish and  
10 wildlife, the department of transportation, and the state parks and  
11 recreation commission for purposes other than the leasing of offices,  
12 warehouses, and real estate for similar purposes; and

13 (d) The department of commerce for community college health career  
14 training programs, offices for the department of commerce or other  
15 appropriate state agencies, and other nonprofit community uses,  
16 including community meeting and training facilities, where the real  
17 estate is acquired during the 2013-2015 fiscal biennium.

18 (14) Notwithstanding any provision in this chapter to the contrary,  
19 the department of (~~general administration~~) enterprise services may  
20 negotiate ground leases for public lands on which property is to be  
21 acquired under a financing contract pursuant to chapter 39.94 RCW under  
22 terms approved by the state finance committee.

23 (15) The department of (~~general administration~~) enterprise  
24 services shall report annually to the office of financial management  
25 and the appropriate fiscal committees of the legislature on facility  
26 leases executed for all state agencies for the preceding year, lease  
27 terms, and annual lease costs. The report must include leases executed  
28 under RCW 43.82.045 and subsection (12) of this section.

29 **Sec. 974.** RCW 43.101.200 and 2011 1st sp.s. c 50 s 949 are each  
30 amended to read as follows:

31 (1) All law enforcement personnel, except volunteers, and reserve  
32 officers whether paid or unpaid, initially employed on or after January  
33 1, 1978, shall engage in basic law enforcement training which complies  
34 with standards adopted by the commission pursuant to RCW 43.101.080.  
35 For personnel initially employed before January 1, 1990, such training  
36 shall be successfully completed during the first fifteen months of  
37 employment of such personnel unless otherwise extended or waived by the

1 commission and shall be requisite to the continuation of such  
2 employment. Personnel initially employed on or after January 1, 1990,  
3 shall commence basic training during the first six months of employment  
4 unless the basic training requirement is otherwise waived or extended  
5 by the commission. Successful completion of basic training is  
6 requisite to the continuation of employment of such personnel initially  
7 employed on or after January 1, 1990.

8 (2) Except as otherwise provided in this chapter, the commission  
9 shall provide the aforementioned training together with necessary  
10 facilities, supplies, materials, and the board and room of noncommuting  
11 attendees for seven days per week, except during the ((2011-2013))  
12 2013-2015 fiscal biennium when the employing, county, city((+,+)), or  
13 state law enforcement agency shall reimburse the commission for twenty-  
14 five percent of the cost of training its personnel. Additionally, to  
15 the extent funds are provided for this purpose, the commission shall  
16 reimburse to participating law enforcement agencies with ten or less  
17 full-time commissioned patrol officers the cost of temporary  
18 replacement of each officer who is enrolled in basic law enforcement  
19 training: PROVIDED, That such reimbursement shall include only the  
20 actual cost of temporary replacement not to exceed the total amount of  
21 salary and benefits received by the replaced officer during his or her  
22 training period.

23 **Sec. 975.** RCW 43.155.050 and 2012 2nd sp.s. c 2 s 6004 are each  
24 amended to read as follows:

25 The public works assistance account is hereby established in the  
26 state treasury. Money may be placed in the public works assistance  
27 account from the proceeds of bonds when authorized by the legislature  
28 or from any other lawful source. Money in the public works assistance  
29 account shall be used to make loans and to give financial guarantees to  
30 local governments for public works projects. Moneys in the account may  
31 also be appropriated to provide for state match requirements under  
32 federal law for projects and activities conducted and financed by the  
33 board under the drinking water assistance account. Not more than  
34 fifteen percent of the biennial capital budget appropriation to the  
35 public works board from this account may be expended or obligated for  
36 preconstruction loans, emergency loans, or loans for capital facility  
37 planning under this chapter; of this amount, not more than ten percent

1 of the biennial capital budget appropriation may be expended for  
2 emergency loans and not more than one percent of the biennial capital  
3 budget appropriation may be expended for capital facility planning  
4 loans. During the 2011-2013 and 2013-2015 fiscal (~~(biennium)~~) biennia,  
5 the legislature may transfer from the public works assistance account  
6 to the general fund, the water pollution control revolving account, and  
7 the drinking water assistance account such amounts as reflect the  
8 excess fund balance of the account. During the 2011-2013 fiscal  
9 biennium, the legislature may appropriate moneys from the account for  
10 economic development, innovation, and export grants, including  
11 brownfields; main street improvement grants; and the loan program  
12 consolidation board. During the 2013-2015 fiscal biennium, the  
13 legislature may appropriate moneys from the account for grants to local  
14 governments for growth management planning and implementation.

15 **Sec. 976.** RCW 43.160.080 and 2010 1st sp.s. c 36 s 6011 are each  
16 amended to read as follows:

17 There shall be a fund in the state treasury known as the public  
18 facilities construction loan revolving account, which shall consist of  
19 all moneys collected under this chapter and any moneys appropriated to  
20 it by law. Disbursements from the revolving account shall be on  
21 authorization of the board. In order to maintain an effective  
22 expenditure and revenue control, the public facilities construction  
23 loan revolving account shall be subject in all respects to chapter  
24 43.88 RCW. During the 2009-2011 biennium, sums in the public  
25 facilities construction loan revolving account may be used for  
26 community economic revitalization board export assistance grants and  
27 loans in section 1018, chapter 36, Laws of 2010 1st sp. sess. and for  
28 matching funds for the federal energy regional innovation cluster in  
29 section 1017, chapter 36, Laws of 2010 1st sp. sess. During the 2013-  
30 2015 fiscal biennium, the legislature may transfer from the public  
31 facilities construction loan revolving account to the state general  
32 fund such amounts as represent the excess fund balance of the account.

33 **Sec. 977.** RCW 43.333.030 and 2011 1st sp.s. c 14 s 4 are each  
34 amended to read as follows:

35 The investing in innovation account is created in the custody of  
36 the state treasurer to receive state and federal funds, grants, private

1 gifts, or contributions to further the purpose of innovate Washington.  
2 Expenditures from the account may be used only for the purposes of the  
3 investing in innovation programs established in chapter 70.210 RCW and  
4 any other purpose consistent with this chapter. Only the ((~~executive~~))  
5 director of ((~~innovate Washington~~)) the department of commerce or the  
6 ((~~executive~~)) director's designee may authorize expenditures from the  
7 account during the 2013-2015 biennium. The account is subject to  
8 allotment procedures under chapter 43.88 RCW, but an appropriation is  
9 not required for expenditures.

10 **Sec. 978.** RCW 46.66.080 and 2011 1st sp.s. c 50 s 958 are each  
11 amended to read as follows:

12 (1) The Washington auto theft prevention authority account is  
13 created in the state treasury, subject to appropriation. All revenues  
14 from the traffic infraction surcharge in RCW 46.63.110(7)(b) and all  
15 receipts from gifts, grants, bequests, devises, or other funds from  
16 public and private sources to support the activities of the auto theft  
17 prevention authority must be deposited into the account. Expenditures  
18 from the account may be used only for activities relating to motor  
19 vehicle theft, including education, prevention, law enforcement,  
20 investigation, prosecution, and confinement. During the ((~~2009-2011~~  
21 ~~and~~)) 2011-2013 and 2013-2015 fiscal biennia, the legislature may  
22 appropriate moneys from the Washington auto theft prevention authority  
23 account for criminal justice purposes and community building ((~~and may~~  
24 ~~transfer funds to the state general fund such amounts as reflect the~~  
25 ~~excess fund balance of the account~~)).

26 (2) The authority shall allocate moneys appropriated from the  
27 account to public agencies for the purpose of establishing,  
28 maintaining, and supporting programs that are designed to prevent motor  
29 vehicle theft, including:

30 (a) Financial support to prosecution agencies to increase the  
31 effectiveness of motor vehicle theft prosecution;

32 (b) Financial support to a unit of local government or a team  
33 consisting of units of local governments to increase the effectiveness  
34 of motor vehicle theft enforcement;

35 (c) Financial support for the procurement of equipment and  
36 technologies for use by law enforcement agencies for the purpose of  
37 enforcing motor vehicle theft laws; and

1 (d) Financial support for programs that are designed to educate and  
2 assist the public in the prevention of motor vehicle theft.

3 (3) The costs of administration shall not exceed ten percent of the  
4 moneys in the account in any one year so that the greatest possible  
5 portion of the moneys available to the authority is expended on  
6 combating motor vehicle theft.

7 (4) Prior to awarding any moneys from the Washington auto theft  
8 prevention authority account for motor vehicle theft enforcement, the  
9 auto theft prevention authority must verify that the financial award  
10 includes sufficient funding to cover proposed activities, which  
11 include, but are not limited to: (a) State, municipal, and county  
12 offender and juvenile confinement costs; (b) administration costs; (c)  
13 law enforcement costs; (d) prosecutor costs; and (e) court costs, with  
14 a priority being given to ensuring that sufficient funding is available  
15 to cover state, municipal, and county offender and juvenile confinement  
16 costs.

17 (5) Moneys expended from the Washington auto theft prevention  
18 authority account under subsection (2) of this section shall be used to  
19 supplement, not supplant, other moneys that are available for motor  
20 vehicle theft prevention.

21 (6) Grants provided under subsection (2) of this section constitute  
22 reimbursement for purposes of RCW 43.135.060(1).

23 **Sec. 979.** RCW 46.68.340 and 2008 c 282 s 3 are each amended to  
24 read as follows:

25 The ignition interlock device revolving account is created in the  
26 state treasury. All receipts from the fee assessed under RCW  
27 46.20.385(6) must be deposited into the account. Moneys in the account  
28 may be spent only after appropriation. Expenditures from the account  
29 may be used only for administering and operating the ignition interlock  
30 device revolving account program and during the 2013-2015 fiscal  
31 biennium, the legislature may appropriate moneys from the ignition  
32 interlock device revolving account for substance abuse programs for  
33 offenders.

34 **Sec. 980.** RCW 70.42.090 and 1989 c 386 s 10 are each amended to  
35 read as follows:

36 (1) The department shall establish a schedule of fees for license



1 applications, renewals, amendments, and waivers. In fixing said fees,  
2 the department shall set the fees at a sufficient level to defray the  
3 cost of administering the licensure program. All such fees shall be  
4 fixed by rule adopted in accordance with the provisions of the  
5 administrative procedure act, chapter 34.05 RCW. In determining the  
6 fee schedule, the department shall consider the following: (a)  
7 Complexity of the license required; (b) number and type of tests  
8 performed at the test site; (c) degree of supervision required from the  
9 department staff; (d) whether the license is granted under RCW  
10 70.42.040; and (e) general administrative costs of the test site  
11 licensing program established under this chapter. For each category of  
12 license, fees charged shall be related to program costs.

13 (2) The medical test site licensure account is created in the state  
14 treasury. The state treasurer shall transfer into the medical test  
15 site licensure account all revenue received from medical test site  
16 license fees. Funds for this account may only be appropriated for the  
17 support of the activities defined under this chapter. For the 2013-  
18 2015 fiscal biennium, moneys in the account may be spent for laboratory  
19 services in the department of health.

20 (3) The department may establish separate fees for repeat  
21 inspections and repeat audits it performs under RCW 70.42.170.

22 **Sec. 981.** RCW 70.93.180 and 2011 1st sp.s. c 50 s 963 are each  
23 amended to read as follows:

24 (1) There is hereby created an account within the state treasury to  
25 be known as the "waste reduction, recycling, and litter control  
26 account". Moneys in the account may be spent only after appropriation.  
27 Expenditures from the waste reduction, recycling, and litter control  
28 account shall be used as follows:

29 (a) Fifty percent to the department of ecology, for use by the  
30 departments of ecology, natural resources, revenue, transportation, and  
31 corrections, and the parks and recreation commission, for use in litter  
32 collection programs, to be distributed under RCW 70.93.220. The amount  
33 to the department of ecology shall also be used for a central  
34 coordination function for litter control efforts statewide, for the  
35 biennial litter survey under RCW 70.93.200(8), and for statewide public  
36 awareness programs under RCW 70.93.200(7). The amount to the  
37 department shall also be used to defray the costs of administering the

1 funding, coordination, and oversight of local government programs for  
2 waste reduction, litter control, and recycling, so that local  
3 governments can apply one hundred percent of their funding to achieving  
4 program goals. The amount to the department of revenue shall be used  
5 to enforce compliance with the litter tax imposed in chapter 82.19 RCW;

6 (b) Twenty percent to the department for local government funding  
7 programs for waste reduction, litter control, and recycling activities  
8 by cities and counties under RCW 70.93.250, to be administered by the  
9 department of ecology; and

10 (c) Thirty percent to the department of ecology for waste reduction  
11 and recycling efforts.

12 (2) All taxes imposed in RCW 82.19.010 and fines and bail  
13 forfeitures collected or received pursuant to this chapter shall be  
14 deposited in the waste reduction, recycling, and litter control account  
15 and used for the programs under subsection (1) of this section.

16 (3) Not less than five percent and no more than ten percent of the  
17 amount appropriated into the waste reduction, recycling, and litter  
18 control account every biennium shall be reserved for capital needs,  
19 including the purchase of vehicles for transporting crews and for  
20 collecting litter and solid waste. Capital funds shall be distributed  
21 among state agencies and local governments according to the same  
22 criteria provided in RCW 70.93.220 for the remainder of the funds, so  
23 that the most effective waste reduction, litter control, and recycling  
24 programs receive the most funding. The intent of this subsection is to  
25 provide funds for the purchase of equipment that will enable the  
26 department to account for the greatest return on investment in terms of  
27 reaching a zero litter goal.

28 ~~(4) ((During the 2009-2011 fiscal biennium, the legislature may  
29 transfer from the waste reduction, recycling, and litter control  
30 account to the state general fund such amounts as reflect the excess  
31 fund balance of the account. Additionally, during the 2009-2011 fiscal  
32 biennium, subsection (1)(a), (b), and (c) of this section is suspended.~~

33 ~~(5) During the 2011-2013 fiscal biennium, the legislature may  
34 transfer from the waste reduction, recycling, and litter control  
35 account to the state general fund such amounts as reflect the excess  
36 fund balance of the account. Additionally, during the 2011-2013 fiscal  
37 biennium, subsection (1)(a), (b), and (c) of this section is  
38 suspended.)) During the 2013-2015 fiscal biennium, the legislature may~~

1 transfer from the waste reduction, recycling, and litter control  
2 account to the state general fund such amounts as reflect the excess  
3 fund balance of the account. Additionally, during the 2013-2015 fiscal  
4 biennium, subsection (1)(a),(b), and (c) of this section is suspended.

5 **Sec. 982.** RCW 70.96A.350 and 2011 2nd sp.s. c 9 s 910 are each  
6 amended to read as follows:

7 (1) The criminal justice treatment account is created in the state  
8 treasury. Moneys in the account may be expended solely for: (a)  
9 Substance abuse treatment and treatment support services for offenders  
10 with an addiction or a substance abuse problem that, if not treated,  
11 would result in addiction, against whom charges are filed by a  
12 prosecuting attorney in Washington state; (b) the provision of drug and  
13 alcohol treatment services and treatment support services for  
14 nonviolent offenders within a drug court program; (c) the  
15 administrative and overhead costs associated with the operation of a  
16 drug court; and (d) during the 2011-2013 biennium, the legislature may  
17 appropriate up to three million dollars from the account in order to  
18 offset reductions in the state general fund for treatment services  
19 provided by counties. This amount is not subject to the requirements  
20 of subsections (5) through (9) of this section. During the 2013-2015  
21 fiscal biennium, the legislature may transfer from the criminal justice  
22 treatment account to the state general fund amounts as reflect the  
23 state savings associated with the implementation of the medicaid  
24 expansion of the federal affordable care act. Moneys in the account  
25 may be spent only after appropriation.

26 (2) For purposes of this section:

27 (a) "Treatment" means services that are critical to a participant's  
28 successful completion of his or her substance abuse treatment program,  
29 but does not include the following services: Housing other than that  
30 provided as part of an inpatient substance abuse treatment program,  
31 vocational training, and mental health counseling; and

32 (b) "Treatment support" means transportation to or from inpatient  
33 or outpatient treatment services when no viable alternative exists, and  
34 child care services that are necessary to ensure a participant's  
35 ability to attend outpatient treatment sessions.

36 (3) Revenues to the criminal justice treatment account consist of:

1 (a) Funds transferred to the account pursuant to this section; and (b)  
2 any other revenues appropriated to or deposited in the account.

3 (4)(a) For the fiscal biennium beginning July 1, 2003, the state  
4 treasurer shall transfer eight million nine hundred fifty thousand  
5 dollars from the general fund into the criminal justice treatment  
6 account, divided into eight equal quarterly payments. For the fiscal  
7 year beginning July 1, 2005, and each subsequent fiscal year, the state  
8 treasurer shall transfer eight million two hundred fifty thousand  
9 dollars from the general fund to the criminal justice treatment  
10 account, divided into four equal quarterly payments. For the fiscal  
11 year beginning July 1, 2006, and each subsequent fiscal year, the  
12 amount transferred shall be increased on an annual basis by the  
13 implicit price deflator as published by the federal bureau of labor  
14 statistics.

15 (b) In each odd-numbered year, the legislature shall appropriate  
16 the amount transferred to the criminal justice treatment account in (a)  
17 of this subsection to the division of alcohol and substance abuse for  
18 the purposes of subsection (5) of this section.

19 (5) Moneys appropriated to the division of alcohol and substance  
20 abuse from the criminal justice treatment account shall be distributed  
21 as specified in this subsection. The department shall serve as the  
22 fiscal agent for purposes of distribution. Until July 1, 2004, the  
23 department may not use moneys appropriated from the criminal justice  
24 treatment account for administrative expenses and shall distribute all  
25 amounts appropriated under subsection (4)(b) of this section in  
26 accordance with this subsection. Beginning in July 1, 2004, the  
27 department may retain up to three percent of the amount appropriated  
28 under subsection (4)(b) of this section for its administrative costs.

29 (a) Seventy percent of amounts appropriated to the division from  
30 the account shall be distributed to counties pursuant to the  
31 distribution formula adopted under this section. The division of  
32 alcohol and substance abuse, in consultation with the department of  
33 corrections, the Washington state association of counties, the  
34 Washington state association of drug court professionals, the superior  
35 court judges' association, the Washington association of prosecuting  
36 attorneys, representatives of the criminal defense bar, representatives  
37 of substance abuse treatment providers, and any other person deemed by  
38 the division to be necessary, shall establish a fair and reasonable

1 methodology for distribution to counties of moneys in the criminal  
2 justice treatment account. County or regional plans submitted for the  
3 expenditure of formula funds must be approved by the panel established  
4 in (b) of this subsection.

5 (b) Thirty percent of the amounts appropriated to the division from  
6 the account shall be distributed as grants for purposes of treating  
7 offenders against whom charges are filed by a county prosecuting  
8 attorney. The division shall appoint a panel of representatives from  
9 the Washington association of prosecuting attorneys, the Washington  
10 association of sheriffs and police chiefs, the superior court judges'  
11 association, the Washington state association of counties, the  
12 Washington defender's association or the Washington association of  
13 criminal defense lawyers, the department of corrections, the Washington  
14 state association of drug court professionals, substance abuse  
15 treatment providers, and the division. The panel shall review county  
16 or regional plans for funding under (a) of this subsection and grants  
17 approved under this subsection. The panel shall attempt to ensure that  
18 treatment as funded by the grants is available to offenders statewide.

19 (6) The county alcohol and drug coordinator, county prosecutor,  
20 county sheriff, county superior court, a substance abuse treatment  
21 provider appointed by the county legislative authority, a member of the  
22 criminal defense bar appointed by the county legislative authority,  
23 and, in counties with a drug court, a representative of the drug court  
24 shall jointly submit a plan, approved by the county legislative  
25 authority or authorities, to the panel established in subsection (5)(b)  
26 of this section, for disposition of all the funds provided from the  
27 criminal justice treatment account within that county. The funds shall  
28 be used solely to provide approved alcohol and substance abuse  
29 treatment pursuant to RCW 70.96A.090, treatment support services, and  
30 for the administrative and overhead costs associated with the operation  
31 of a drug court.

32 (a) No more than ten percent of the total moneys received under  
33 subsections (4) and (5) of this section by a county or group of  
34 counties participating in a regional agreement shall be spent on the  
35 administrative and overhead costs associated with the operation of a  
36 drug court.

37 (b) No more than ten percent of the total moneys received under

1 subsections (4) and (5) of this section by a county or group of  
2 counties participating in a regional agreement shall be spent for  
3 treatment support services.

4 (7) Counties are encouraged to consider regional agreements and  
5 submit regional plans for the efficient delivery of treatment under  
6 this section.

7 (8) Moneys allocated under this section shall be used to  
8 supplement, not supplant, other federal, state, and local funds used  
9 for substance abuse treatment.

10 (9) Counties must meet the criteria established in RCW  
11 2.28.170(3)(b).

12 (10) The authority under this section to use funds from the  
13 criminal justice treatment account for the administrative and overhead  
14 costs associated with the operation of a drug court expires June 30,  
15 ((2013)) 2015.

16 **Sec. 983.** RCW 70.105D.070 and 2012 2nd sp.s. c 7 s 920 and 2012  
17 2nd sp.s. c 2 s 6005 are each reenacted and amended to read as follows:

18 (1) The state toxics control account and the local toxics control  
19 account are hereby created in the state treasury.

20 (2) The following moneys shall be deposited into the state toxics  
21 control account: (a) Those revenues which are raised by the tax  
22 imposed under RCW 82.21.030 and which are attributable to that portion  
23 of the rate equal to thirty-three one-hundredths of one percent; (b)  
24 the costs of remedial actions recovered under this chapter or chapter  
25 70.105A RCW; (c) penalties collected or recovered under this chapter;  
26 and (d) any other money appropriated or transferred to the account by  
27 the legislature. Moneys in the account may be used only to carry out  
28 the purposes of this chapter, including but not limited to the  
29 following activities:

30 (i) The state's responsibility for hazardous waste planning,  
31 management, regulation, enforcement, technical assistance, and public  
32 education required under chapter 70.105 RCW;

33 (ii) The state's responsibility for solid waste planning,  
34 management, regulation, enforcement, technical assistance, and public  
35 education required under chapter 70.95 RCW;

36 (iii) The hazardous waste cleanup program required under this  
37 chapter;

- 1 (iv) State matching funds required under the federal cleanup law;
- 2 (v) Financial assistance for local programs in accordance with  
3 chapters 70.95, 70.95C, 70.95I, and 70.105 RCW;
- 4 (vi) State government programs for the safe reduction, recycling,  
5 or disposal of hazardous wastes from households, small businesses, and  
6 agriculture;
- 7 (vii) Hazardous materials emergency response training;
- 8 (viii) Water and environmental health protection and monitoring  
9 programs;
- 10 (ix) Programs authorized under chapter 70.146 RCW;
- 11 (x) A public participation program, including regional citizen  
12 advisory committees;
- 13 (xi) Public funding to assist potentially liable persons to pay for  
14 the costs of remedial action in compliance with cleanup standards under  
15 RCW 70.105D.030(2)(e) but only when the amount and terms of such  
16 funding are established under a settlement agreement under RCW  
17 70.105D.040(4) and when the director has found that the funding will  
18 achieve both (A) a substantially more expeditious or enhanced cleanup  
19 than would otherwise occur, and (B) the prevention or mitigation of  
20 unfair economic hardship;
- 21 (xii) Development and demonstration of alternative management  
22 technologies designed to carry out the hazardous waste management  
23 priorities of RCW 70.105.150;
- 24 (xiii) During the ~~((2009-2011-and-2011-2013))~~ 2013-2015 fiscal  
25 biennia, shoreline update technical assistance;
- 26 ~~((xiv) During the 2009-2011 fiscal biennium, multijurisdictional  
27 permitting teams;~~
- 28 ~~(xv) During the 2011-2013 fiscal biennium, actions for reducing  
29 public exposure to toxic air pollution, and actions taken through the  
30 family forest fish passage program to correct barriers to fish passage  
31 on privately owned small forest lands; and~~
- 32 ~~(xvi) During the 2011-2013 fiscal biennium, the department of  
33 ecology's water quality, shorelands and environmental assessment,  
34 hazardous waste, waste-to-resources, nuclear waste, and air quality  
35 programs))~~
- 36 (xiv) During the 2013-2015 fiscal biennium, the department of  
37 ecology's water quality, shorelands, environmental assessment,  
38 administration, and air quality programs;

1 (xv) During the 2013-2015 fiscal biennium, solid and hazardous  
2 waste compliance at the department of corrections;

3 (xvi) During the 2013-2015 fiscal biennium, activities at the  
4 department of fish and wildlife concerning water quality monitoring,  
5 hatchery water quality regulatory compliance, and technical assistance  
6 to local governments on growth management and shoreline management; and

7 (xvii) During the 2013-2015 fiscal biennium, forest practices  
8 regulation at the department of natural resources.

9 (xviii) During the 2013-2015 fiscal biennium, actions at the  
10 University of Washington for reducing ocean acidification.

11 (3) The following moneys shall be deposited into the local toxics  
12 control account: Those revenues which are raised by the tax imposed  
13 under RCW 82.21.030 and which are attributable to that portion of the  
14 rate equal to thirty-seven one-hundredths of one percent.

15 (a) Moneys deposited in the local toxics control account shall be  
16 used by the department for grants or loans to local governments for the  
17 following purposes in descending order of priority:

18 (i) Remedial actions;

19 (ii) Hazardous waste plans and programs under chapter 70.105 RCW;

20 (iii) Solid waste plans and programs under chapters 70.95, 70.95C,  
21 70.95I, and 70.105 RCW;

22 (iv) Funds for a program to assist in the assessment and cleanup of  
23 sites of methamphetamine production, but not to be used for the initial  
24 containment of such sites, consistent with the responsibilities and  
25 intent of RCW 69.50.511; and

26 (v) Cleanup and disposal of hazardous substances from abandoned or  
27 derelict vessels, defined for the purposes of this section as vessels  
28 that have little or no value and either have no identified owner or  
29 have an identified owner lacking financial resources to clean up and  
30 dispose of the vessel, that pose a threat to human health or the  
31 environment.

32 (b) Funds for plans and programs shall be allocated consistent with  
33 the priorities and matching requirements established in chapters  
34 70.105, 70.95C, 70.95I, and 70.95 RCW, except that any applicant that  
35 is a Puget Sound partner, as defined in RCW 90.71.010, along with any  
36 project that is referenced in the action agenda developed by the Puget  
37 Sound partnership under RCW 90.71.310, shall, except as conditioned by  
38 RCW 70.105D.120, receive priority for any available funding for any



1 grant or funding programs or sources that use a competitive bidding  
2 process. (~~During the 2007-2009 fiscal biennium, moneys in the account  
3 may also be used for grants to local governments to retrofit public  
4 sector diesel equipment and for storm water planning and implementation  
5 activities.~~)

6 (c) To expedite cleanups throughout the state, the department shall  
7 partner with local communities and liable parties for cleanups. The  
8 department is authorized to use the following additional strategies in  
9 order to ensure a healthful environment for future generations:

10 (i) The director may alter grant-matching requirements to create  
11 incentives for local governments to expedite cleanups when one of the  
12 following conditions exists:

13 (A) Funding would prevent or mitigate unfair economic hardship  
14 imposed by the clean-up liability;

15 (B) Funding would create new substantial economic development,  
16 public recreational, or habitat restoration opportunities that would  
17 not otherwise occur; or

18 (C) Funding would create an opportunity for acquisition and  
19 redevelopment of vacant, orphaned, or abandoned property under RCW  
20 70.105D.040(5) that would not otherwise occur;

21 (ii) The use of outside contracts to conduct necessary studies;

22 (iii) The purchase of remedial action cost-cap insurance, when  
23 necessary to expedite multiparty clean-up efforts.

24 (~~(d) To facilitate and expedite cleanups using funds from the  
25 local toxics control account, during the 2009-2011 fiscal biennium the  
26 director may establish grant-funded accounts to hold and disperse local  
27 toxics control account funds and funds from local governments to be  
28 used for remedial actions.~~)

29 (4) Except for unanticipated receipts under RCW 43.79.260 through  
30 43.79.282, moneys in the state and local toxics control accounts may be  
31 spent only after appropriation by statute.

32 (5) (~~Except during the 2011-2013 fiscal biennium,~~) One percent of  
33 the moneys deposited into the state and local toxics control accounts  
34 shall be allocated only for public participation grants to persons who  
35 may be adversely affected by a release or threatened release of a  
36 hazardous substance and to not-for-profit public interest  
37 organizations. The primary purpose of these grants is to facilitate  
38 the participation by persons and organizations in the investigation and

1 remedying of releases or threatened releases of hazardous substances  
2 and to implement the state's solid and hazardous waste management  
3 priorities. No grant may exceed sixty thousand dollars. Grants may be  
4 renewed annually. Moneys appropriated for public participation from  
5 either account which are not expended at the close of any biennium  
6 shall revert to the state toxics control account.

7 (6) No moneys deposited into either the state or local toxics  
8 control account may be used for solid waste incinerator feasibility  
9 studies, construction, maintenance, or operation, or, after January 1,  
10 2010, for projects designed to address the restoration of Puget Sound,  
11 funded in a competitive grant process, that are in conflict with the  
12 action agenda developed by the Puget Sound partnership under RCW  
13 90.71.310.

14 (7) The department shall adopt rules for grant or loan issuance and  
15 performance.

16 (8) During the 2011-2013 fiscal biennium, the legislature may  
17 transfer from the local toxics control account to the state toxics  
18 control account such amounts as reflect excess fund balance in the  
19 account.

20 (9) (~~During the 2011-2013 fiscal biennium, the local toxics~~  
21 ~~control account may also be used for local government shoreline update~~  
22 ~~grants and actions for reducing public exposure to toxic air pollution;~~  
23 ~~funding to local governments for flood levee improvements; and grants~~  
24 ~~to local governments for brownfield redevelopment.)) During the 2013-  
25 2015 fiscal biennium, the local toxics control account may also be used  
26 for local government storm water planning and implementation  
27 activities.~~

28 (10) During the 2013-2015 fiscal biennium, the local toxics control  
29 account may also be used for local government shoreline update grants.

30 (11) During the 2013-2015 fiscal biennium, the legislature may  
31 transfer from the local toxics control account to the state general  
32 fund such amounts as reflect excess fund balance in the account.

33 **Sec. 984.** RCW 74.13.621 and 2009 c 564 s 954 are each amended to  
34 read as follows:

35 (1) Within existing resources, the department shall establish an  
36 oversight committee to monitor, guide, and report on kinship care  
37 recommendations and implementation activities. The committee shall:

1 (a) Draft a kinship care definition that is restricted to persons  
2 related by blood, marriage, or adoption, including marriages that have  
3 been dissolved, or for a minor defined as an "Indian child" under the  
4 federal Indian child welfare act (25 U.S.C. Sec. 1901 et seq.), the  
5 definition of "extended family member" under the federal Indian child  
6 welfare act, and a set of principles. If the committee concludes that  
7 one or more programs or services would be more efficiently and  
8 effectively delivered under a different definition of kin, it shall  
9 state what definition is needed, and identify the program or service in  
10 the report. It shall also provide evidence of how the program or  
11 service will be more efficiently and effectively delivered under the  
12 different definition. The department shall not adopt rules or policies  
13 changing the definition of kin without authorizing legislation;

14 (b) Monitor and provide consultation on the implementation of  
15 recommendations contained in the 2002 kinship care report, including  
16 but not limited to the recommendations relating to legal and respite  
17 care services and resources;

18 (c) Partner with nonprofit organizations and private sector  
19 businesses to guide a public education awareness campaign; and

20 (d) Assist with developing future recommendations on kinship care  
21 issues.

22 (2) The department shall consult with the oversight committee on  
23 its efforts to better collaborate and coordinate services to benefit  
24 kinship care families.

25 (3) The oversight committee must consist of a minimum of thirty  
26 percent kinship caregivers, who shall represent a diversity of kinship  
27 families. Statewide representation with geographic, ethnic, and gender  
28 diversity is required. Other members shall include representatives of  
29 the department, representatives of relevant state agencies,  
30 representatives of the private nonprofit and business sectors, child  
31 advocates, representatives of Washington state Indian tribes as defined  
32 under the federal Indian welfare act (25 U.S.C. Sec. 1901 et seq.), and  
33 representatives of the legal or judicial field. Birth parents, foster  
34 parents, and others who have an interest in these issues may also be  
35 included.

36 (4) To the extent funding is available, the department may  
37 reimburse nondepartmental members of the oversight committee for costs  
38 incurred in participating in the meetings of the oversight committee.

1 (5) The kinship care oversight committee shall update the  
2 legislature and governor annually on committee activities, with the  
3 first update due by January 1, 2006.

4 (6) This section expires June 30, (~~2011~~) 2015.

5 **Sec. 985.** RCW 74.09.215 and 2012 c 241 s 103 are each amended to  
6 read as follows:

7 The medicaid fraud penalty account is created in the state  
8 treasury. All receipts from civil penalties collected under RCW  
9 74.09.210, all receipts received under judgments or settlements that  
10 originated under a filing under the federal false claims act, and all  
11 receipts received under judgments or settlements that originated under  
12 the state medicaid fraud false claims act, chapter 74.66 RCW must be  
13 deposited into the account. Moneys in the account may be spent only  
14 after appropriation and must be used only for medicaid services, fraud  
15 detection and prevention activities, recovery of improper payments, and  
16 for other medicaid fraud enforcement activities. For the 2013-2015  
17 fiscal biennium, moneys in the account may be spent on inpatient and  
18 outpatient rebasing and conversion to the tenth version of the  
19 international classification of diseases.

20 **Sec. 986.** RCW 74.09.215 and 2013 c 36 s 3 are each amended to read  
21 as follows:

22 The medicaid fraud penalty account is created in the state  
23 treasury. All receipts from civil penalties collected under RCW  
24 74.09.210, all receipts received under judgments or settlements that  
25 originated under a filing under the federal false claims act, and all  
26 receipts received under judgments or settlements that originated under  
27 the state medicaid fraud false claims act, chapter 74.66 RCW, must be  
28 deposited into the account. Moneys in the account may be spent only  
29 after appropriation and must be used only for medicaid services, fraud  
30 detection and prevention activities, recovery of improper payments, for  
31 other medicaid fraud enforcement activities, and the prescription  
32 monitoring program established in chapter 70.225 RCW. For the 2013-  
33 2015 fiscal biennium, moneys in the account may be spent on inpatient  
34 and outpatient rebasing and conversion to the tenth version of the  
35 international classification of diseases.

1       **Sec. 987.** RCW 77.12.201 and 2012 2nd sp.s. c 7 s 923 are each  
2 amended to read as follows:

3       The legislative authority of a county may elect, by giving written  
4 notice to the director and the treasurer prior to January 1st of any  
5 year, to obtain for the following year an amount in lieu of real  
6 property taxes on game lands as provided in RCW 77.12.203. Upon the  
7 election, the county shall keep a record of all fines, forfeitures,  
8 reimbursements, and costs assessed and collected, in whole or in part,  
9 under this title for violations of law or rules adopted pursuant to  
10 this title, with the exception of the 2011-2013 and 2013-2015 fiscal  
11 (~~biennium~~) biennia, and shall monthly remit an amount equal to the  
12 amount collected to the state treasurer for deposit in the state  
13 general fund. The election shall continue until the department is  
14 notified differently prior to January 1st of any year.

15       **Sec. 988.** RCW 77.12.203 and 2012 2nd sp.s. c 7 s 924 are each  
16 amended to read as follows:

17       (1) Except as provided in subsection (5) of this section and  
18 notwithstanding RCW 84.36.010 or other statutes to the contrary, the  
19 director shall pay by April 30th of each year on game lands in each  
20 county, if requested by an election under RCW 77.12.201, an amount in  
21 lieu of real property taxes equal to that amount paid on similar  
22 parcels of open space land taxable under chapter 84.34 RCW or the  
23 greater of seventy cents per acre per year or the amount paid in 1984  
24 plus an additional amount for control of noxious weeds equal to that  
25 which would be paid if such lands were privately owned. This amount  
26 shall not be assessed or paid on department buildings, structures,  
27 facilities, game farms, fish hatcheries, tidelands, or public fishing  
28 areas of less than one hundred acres.

29       (2) "Game lands," as used in this section and RCW 77.12.201, means  
30 those tracts one hundred acres or larger owned in fee by the department  
31 and used for wildlife habitat and public recreational purposes. All  
32 lands purchased for wildlife habitat, public access or recreation  
33 purposes with federal funds in the Snake River drainage basin shall be  
34 considered game lands regardless of acreage.

35       (3) This section shall not apply to lands transferred after April  
36 23, 1990, to the department from other state agencies.

1 (4) The county shall distribute the amount received under this  
2 section in lieu of real property taxes to all property taxing districts  
3 except the state in appropriate tax code areas the same way it would  
4 distribute local property taxes from private property. The county  
5 shall distribute the amount received under this section for weed  
6 control to the appropriate weed district.

7 (5) For the 2011-2013 and 2013-2015 fiscal (~~biennium~~) biennia,  
8 the director shall pay by April 30th of each year on game lands in each  
9 county, if requested by an election under RCW 77.12.201, an amount in  
10 lieu of real property taxes and shall be distributed as follows:

11 **County**

|    |                         |
|----|-------------------------|
| 12 |                         |
| 13 | Adams.....1,909         |
| 14 | Asotin.....36,123       |
| 15 | Chelan.....24,757       |
| 16 | Columbia..... 7,795     |
| 17 | Ferry.....6,781         |
| 18 | Garfield.....4,840      |
| 19 | Grant.....37,443        |
| 20 | Kittitas..... 143,974   |
| 21 | Klickitat..... 21,906   |
| 22 | Lincoln..... 13,535     |
| 23 | Okanogan..... 151,402   |
| 24 | Pend Oreille..... 3,309 |
| 25 | Yakima.....126,225      |

26 These amounts shall not be assessed or paid on department buildings,  
27 structures, facilities, game farms, fish hatcheries, tidelands, or  
28 public fishing areas of less than one hundred acres.

29 **Sec. 989.** RCW 79.64.040 and 2012 2nd sp.s. c 7 s 927 are each  
30 amended to read as follows:

31 (1) The board shall determine the amount deemed necessary in order  
32 to achieve the purposes of this chapter and shall provide by rule for  
33 the deduction of this amount from the moneys received from all leases,  
34 sales, contracts, licenses, permits, easements, and rights-of-way

1 issued by the department and affecting state lands, community forest  
2 trust lands, and aquatic lands, provided that no deduction shall be  
3 made from the proceeds from agricultural college lands.

4 (2) Moneys received as deposits from successful bidders, advance  
5 payments, and security under RCW 79.15.100, 79.15.080, and 79.11.150  
6 prior to December 1, 1981, which have not been subjected to deduction  
7 under this section are not subject to deduction under this section.

8 (3) Except as otherwise provided in subsections (4) and (6) of this  
9 section, the deductions authorized under this section shall not exceed  
10 twenty-five percent of the moneys received by the department in  
11 connection with any one transaction pertaining to state lands and  
12 aquatic lands other than second-class tide and shore lands and the beds  
13 of navigable waters, and fifty percent of the moneys received by the  
14 department pertaining to second-class tide and shore lands and the beds  
15 of navigable waters.

16 (4) Deductions authorized under this section for transactions  
17 pertaining to community forest trust lands must be established at a  
18 level sufficient to defray over time the management costs for  
19 activities prescribed in a parcel's management plan adopted pursuant to  
20 RCW 79.155.080, and, if deemed appropriate by the board consistent with  
21 RCW 79.155.090, to reimburse the state and any local entities' eligible  
22 financial contributions for acquisition of the parcel.

23 (5) In the event that the department sells logs using the contract  
24 harvesting process described in RCW 79.15.500 through 79.15.530, the  
25 moneys received subject to this section are the net proceeds from the  
26 contract harvesting sale.

27 (6) During the ((2011-2013)) 2013-2015 fiscal biennium, the twenty-  
28 five percent limitation on deductions set in subsection (3) of this  
29 section may be increased up to thirty percent by the board.

30 **Sec. 990.** RCW 79.105.150 and 2012 2nd sp.s. c 7 s 929 and 2012 2nd  
31 sp.s. c 2 s 6008 are each reenacted and amended to read as follows:

32 (1) After deduction for management costs as provided in RCW  
33 79.64.040 and payments to towns under RCW 79.115.150(2), all moneys  
34 received by the state from the sale or lease of state-owned aquatic  
35 lands and from the sale of valuable material from state-owned aquatic  
36 lands shall be deposited in the aquatic lands enhancement account which  
37 is hereby created in the state treasury. After appropriation, these

1 funds shall be used solely for aquatic lands enhancement projects; for  
2 the purchase, improvement, or protection of aquatic lands for public  
3 purposes; for providing and improving access to the lands; and for  
4 volunteer cooperative fish and game projects. (~~During the 2011-2013~~  
5 ~~fiscal biennium, the aquatic lands enhancement account may also be used~~  
6 ~~for scientific research as part of the adaptive management process and~~  
7 ~~for developing a planning report for McNeil Island. During the 2011-~~  
8 ~~2013 fiscal biennium, the legislature may transfer from the aquatic~~  
9 ~~lands enhancement account to the state general fund such amounts as~~  
10 ~~reflect excess fund balance of the account.)) During the ((2011-2013))  
11 2013-2015 fiscal biennium, the aquatic lands enhancement account may be  
12 used to support the shellfish program, the ballast water program,  
13 ((parks,)) hatcheries, ((and)) the Puget Sound toxic sampling program  
14 at the department of fish and wildlife, the knotweed program at the  
15 department of agriculture, ((and)) the Puget SoundCorps program(~~-~~  
16 ~~During the 2011-2013 fiscal biennium, the legislature may transfer from~~  
17 ~~the aquatic lands enhancement account to the marine resources~~  
18 ~~stewardship trust account funds for the purposes of RCW 43.372.070)),  
19 and actions at the University of Washington for reducing ocean  
20 acidification, which may include the creation of a center on ocean  
21 acidification. During the 2013-2015 fiscal biennium, the legislature  
22 may transfer from the aquatic lands enhancement account to the geoduck  
23 aquaculture research account for research related to shellfish  
24 aquaculture and the marine resources stewardship trust account for the  
25 purposes of chapter 43.372 RCW.~~~~

26 (2) In providing grants for aquatic lands enhancement projects, the  
27 recreation and conservation funding board shall:

28 (a) Require grant recipients to incorporate the environmental  
29 benefits of the project into their grant applications;

30 (b) Utilize the statement of environmental benefits, consideration,  
31 except as provided in RCW 79.105.610, of whether the applicant is a  
32 Puget Sound partner, as defined in RCW 90.71.010, whether a project is  
33 referenced in the action agenda developed by the Puget Sound  
34 partnership under RCW 90.71.310, and except as otherwise provided in  
35 RCW 79.105.630, and effective one calendar year following the  
36 development and statewide availability of model evergreen community  
37 management plans and ordinances under RCW 35.105.050, whether the  
38 applicant is an entity that has been recognized, and what gradation of



1 recognition was received, in the evergreen community recognition  
2 program created in RCW 35.105.030 in its prioritization and selection  
3 process; and

4 (c) Develop appropriate outcome-focused performance measures to be  
5 used both for management and performance assessment of the grants.

6 (3) To the extent possible, the department should coordinate its  
7 performance measure system with other natural resource-related agencies  
8 as defined in RCW 43.41.270.

9 (4) The department shall consult with affected interest groups in  
10 implementing this section.

11 (5) After January 1, 2010, any project designed to address the  
12 restoration of Puget Sound may be funded under this chapter only if the  
13 project is not in conflict with the action agenda developed by the  
14 Puget Sound partnership under RCW 90.71.310.

15 **Sec. 991.** RCW 79A.80.020 and 2012 c 261 s 2 are each amended to  
16 read as follows:

17 (1) Except as otherwise provided in (~~RCW 79A.80.050, 79A.80.060,~~  
18 ~~and 79A.80.070~~) this chapter, a discover pass or day-use permit is  
19 required for any motor vehicle to park or operate on any recreation  
20 site or lands, except for short-term parking as may be authorized under  
21 RCW 79A.80.070.

22 (2) The cost of a discover pass is thirty dollars. Every four  
23 years the office of financial management must review the cost of the  
24 discover pass and, if necessary, recommend to the legislature an  
25 adjustment to the cost of the discover pass to account for inflation.

26 (3) A discover pass is valid for one year beginning from the date  
27 that the discover pass is marked for activation. The activation date  
28 may differ from the purchase date pursuant to any policies developed by  
29 the agencies.

30 (4) Sales of discover passes must be consistent with RCW  
31 79A.80.100.

32 (5) The discover pass must contain space for two motor vehicle  
33 license plate numbers. A discover pass is valid only for those vehicle  
34 license plate numbers written on the pass. However, the agencies may  
35 offer for sale a family discover pass that is fully transferable among  
36 vehicles and does not require the placement of a license plate number  
37 on the pass to be valid. The agencies must collectively set a price

1 for the sale of a family discover pass that is no more than fifty  
2 dollars. A discover pass is valid only for use with one motor vehicle  
3 at any one time.

4 (6) One complimentary discover pass must be provided to a volunteer  
5 who performed twenty-four hours of service on agency-sanctioned  
6 volunteer projects in a year. The agency must provide vouchers to  
7 volunteers identifying the number of volunteer hours they have provided  
8 for each project. The vouchers may be brought to an agency to be  
9 redeemed for a discover pass.

10 **Sec. 992.** RCW 79A.80.080 and 2012 c 261 s 7 are each amended to  
11 read as follows:

12 (1) A discover pass, vehicle access pass, or day-use permit must be  
13 visibly displayed in the front windshield of any motor vehicle or  
14 otherwise in a prominent location for vehicles without a windshield:

15 (a) Operating on a recreation site or lands; or

16 (b) Parking at a recreation site or lands.

17 (2) The discover pass, the vehicle access pass, or the day-use  
18 permit is not required:

19 (a) On private lands, state-owned aquatic lands other than water  
20 access areas, or at agency offices, hatcheries, or other facilities  
21 where public business is conducted~~((~~

22 ~~(3) The discover pass, the vehicle access pass, or the day-use~~  
23 ~~permit is not required for:~~

24 ~~(a))~~;

25 (b) For persons who use, possess, or enter lands owned or managed  
26 by the agencies for nonrecreational purposes consistent with a written  
27 authorization from the agency, including but not limited to leases,  
28 contracts, and easements; ~~((~~

29 ~~(b))~~ (c) On department of fish and wildlife lands only, for  
30 persons possessing a current vehicle access pass pursuant to RCW  
31 79A.80.040; or

32 (d) During the 2013-2015 biennium, when operating on a road managed  
33 by the department of natural resources or the department of fish and  
34 wildlife, including a forest or land management road, that is not  
35 blocked by a gate.

36 ~~((4))~~ (3)(a) An agency may waive the requirements of this section  
37 for any person who has secured the ability to access specific

1 recreational land through the provision of monetary consideration to  
2 the agency or for any person attending an event or function that  
3 required the provision of monetary compensation to the agency.

4 (b) Special events and group activities are core recreational  
5 activities and major public service opportunities within state parks.  
6 When waiving the requirements of this section for special events, the  
7 state parks and recreation commission must consider the direct and  
8 indirect costs and benefits to the state, local market rental rates,  
9 the public service functions of the event sponsor, and other public  
10 interest factors when setting appropriate fees for each event or  
11 activity.

12 (~~(+5)~~) (4) Failure to comply with subsection (1) of this section  
13 is a natural resource infraction under chapter 7.84 RCW. An agency is  
14 authorized to issue a notice of infraction to any person who fails to  
15 comply with subsection (1)(a) of this section or to any motor vehicle  
16 that fails to comply with subsection (1)(b) of this section.

17 (~~(+6)~~) (5) The penalty for failure to comply with the requirements  
18 of this section is ninety-nine dollars. This penalty must be reduced  
19 to fifty-nine dollars if an individual provides proof of purchase of a  
20 discover pass to the court within fifteen days after the issuance of  
21 the notice of violation.

22 **Sec. 993.** RCW 82.14.310 and 2011 1st sp.s. c 50 s 970 are each  
23 amended to read as follows:

24 (1) The county criminal justice assistance account is created in  
25 the state treasury. Beginning in fiscal year 2000, the state treasurer  
26 must transfer into the county criminal justice assistance account from  
27 the general fund the sum of twenty-three million two hundred thousand  
28 dollars divided into four equal deposits occurring on July 1, October  
29 1, January 1, and April 1. For each fiscal year thereafter, the state  
30 treasurer must increase the total transfer by the fiscal growth factor,  
31 as defined in RCW 43.135.025, forecast for that fiscal year by the  
32 office of financial management in November of the preceding year.

33 (2) The moneys deposited in the county criminal justice assistance  
34 account for distribution under this section, less any moneys  
35 appropriated for purposes under subsection (4) of this section, must be  
36 distributed at such times as distributions are made under RCW 82.44.150

1 and on the relative basis of each county's funding factor as determined  
2 under this subsection.

3 (a) A county's funding factor is the sum of:

4 (i) The population of the county, divided by one thousand, and  
5 multiplied by two-tenths;

6 (ii) The crime rate of the county, multiplied by three-tenths; and

7 (iii) The annual number of criminal cases filed in the county  
8 superior court, for each one thousand in population, multiplied by  
9 five-tenths.

10 (b) Under this section and RCW 82.14.320 and 82.14.330:

11 (i) The population of the county or city is as last determined by  
12 the office of financial management;

13 (ii) The crime rate of the county or city is the annual occurrence  
14 of specified criminal offenses, as calculated in the most recent annual  
15 report on crime in Washington state as published by the Washington  
16 association of sheriffs and police chiefs, for each one thousand in  
17 population;

18 (iii) The annual number of criminal cases filed in the county  
19 superior court must be determined by the most recent annual report of  
20 the courts of Washington, as published by the administrative office of  
21 the courts;

22 (iv) Distributions and eligibility for distributions in the 1989-  
23 1991 biennium must be based on 1988 figures for both the crime rate as  
24 described under (ii) of this subsection and the annual number of  
25 criminal cases that are filed as described under (iii) of this  
26 subsection. Future distributions must be based on the most recent  
27 figures for both the crime rate as described under (ii) of this  
28 subsection and the annual number of criminal cases that are filed as  
29 described under (iii) of this subsection.

30 (3) Moneys distributed under this section must be expended  
31 exclusively for criminal justice purposes and may not be used to  
32 replace or supplant existing funding. Criminal justice purposes are  
33 defined as activities that substantially assist the criminal justice  
34 system, which may include circumstances where ancillary benefit to the  
35 civil or juvenile justice system occurs, and which includes (a)  
36 domestic violence services such as those provided by domestic violence  
37 programs, community advocates, and legal advocates, as defined in RCW  
38 70.123.020, and (b) during the 2001-2003 fiscal biennium, juvenile

1 dispositional hearings relating to petitions for at-risk youth,  
2 truancy, and children in need of services. Existing funding for  
3 purposes of this subsection is defined as calendar year 1989 actual  
4 operating expenditures for criminal justice purposes. Calendar year  
5 1989 actual operating expenditures for criminal justice purposes  
6 exclude the following: Expenditures for extraordinary events not  
7 likely to reoccur, changes in contract provisions for criminal justice  
8 services, beyond the control of the local jurisdiction receiving the  
9 services, and major nonrecurring capital expenditures.

10 (4) Not more than five percent of the funds deposited to the county  
11 criminal justice assistance account may be available for appropriations  
12 for enhancements to the state patrol crime laboratory system and the  
13 continuing costs related to these enhancements. Funds appropriated  
14 from this account for such enhancements may not supplant existing funds  
15 from the state general fund.

16 (5) During the 2011-2013 fiscal biennium, the amount that would  
17 otherwise be transferred into the county criminal justice assistance  
18 account from the general fund under subsection (1) of this section must  
19 be reduced by 3.4 percent.

20 (6) During the 2013-2015 fiscal biennium, for the purposes of  
21 substance abuse and other programs for offenders, the legislature may  
22 appropriate from the county criminal justice assistance account such  
23 amounts as are in excess of the amounts necessary to fully meet the  
24 state's obligations to the counties and to the Washington state patrol.  
25 Excess amounts in this account are not the result of subsection (5) of  
26 this section.

27 **Sec. 994.** RCW 86.26.007 and 2012 2nd sp.s. c 7 s 932 are each  
28 amended to read as follows:

29 The flood control assistance account is hereby established in the  
30 state treasury. At the beginning of the 2005-2007 fiscal biennium, the  
31 state treasurer shall transfer three million dollars from the general  
32 fund to the flood control assistance account. Each biennium thereafter  
33 the state treasurer shall transfer four million dollars from the  
34 general fund to the flood control assistance account(~~(7—except—that~~  
35 ~~during—the—2011—2013—fiscal—biennium,—the—state—treasurer—shall~~  
36 ~~transfer one million dollars from the general fund to the flood control~~  
37 ~~assistance account)). Moneys in the flood control assistance account~~

1 may be spent only after appropriation for purposes specified under this  
2 chapter. During the 2013-2015 fiscal biennium, the legislature may  
3 transfer from the flood control assistance account to the state general  
4 fund such amounts as reflect the excess fund balance of the account.

(End of part)

1 SUPPLEMENTAL  
2 PART XI  
3 GENERAL GOVERNMENT

4 Sec. 1101. 2012 2nd sp.s. c 7 s 111 (uncodified) is amended to  
5 read as follows:

6 **FOR THE SUPREME COURT**

|    |   |                           |
|----|---|---------------------------|
| 7  | General Fund--State Appropriation (FY 2012) . . . . . | \$6,757,000               |
| 8  | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$6,561,000)</del>  |
| 9  |   | <u>\$6,603,000</u>        |
| 10 | TOTAL APPROPRIATION . . . . .                         | <del>(\$13,318,000)</del> |
| 11 |   | <u>\$13,360,000</u>       |

12 Sec. 1102. 2012 2nd sp.s. c 7 s 112 (uncodified) is amended to  
13 read as follows:

14 **FOR THE LAW LIBRARY**

|    |  |                          |
|----|--|--------------------------|
| 15 | General Fund--State Appropriation (FY 2012) . . . . .        | \$1,504,000              |
| 16 | <u>General Fund--State Appropriation (FY 2013) . . . . .</u> | <u>\$24,000</u>          |
| 17 | Judicial Information System Account--State                   |                          |
| 18 | Appropriation . . . . .                                      | \$1,500,000              |
| 19 | TOTAL APPROPRIATION . . . . .                                | <del>(\$3,004,000)</del> |
| 20 |  | <u>\$3,028,000</u>       |

21 The appropriations in this section are subject to the following  
22 conditions and limitations: \$50,000 of the judicial information system  
23 account--state appropriation is provided solely to evaluate the state  
24 law library and assess its operational structure to determine the most  
25 effective delivery model for providing library services.

26 Sec. 1103. 2012 2nd sp.s. c 7 s 114 (uncodified) is amended to  
27 read as follows:

28 **FOR THE COURT OF APPEALS**

|    |   |                           |
|----|---|---------------------------|
| 29 | General Fund--State Appropriation (FY 2012) . . . . . | \$15,275,000              |
| 30 | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$15,168,000)</del> |
| 31 |   | <u>\$15,253,000</u>       |
| 32 | TOTAL APPROPRIATION . . . . .                         | <del>(\$30,443,000)</del> |
| 33 |   | <u>\$30,528,000</u>       |

1       **Sec. 1104.** 2012 2nd sp.s. c 7 s 115 (uncodified) is amended to  
2 read as follows:

3 **FOR THE ADMINISTRATOR FOR THE COURTS**

|    |   |                            |
|----|---|----------------------------|
| 4  | General Fund--State Appropriation (FY 2012) . . . . . | \$50,725,000               |
| 5  | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$48,429,000)</del>  |
| 6  |   | <u>\$49,123,000</u>        |
| 7  | General Fund--Federal Appropriation . . . . .         | \$2,532,000                |
| 8  | General Fund--Private/Local Appropriation . . . . .   | \$390,000                  |
| 9  | Judicial Information Systems Account--State           |                            |
| 10 | Appropriation . . . . .                               | \$42,362,000               |
| 11 | Judicial Stabilization Trust Account--State           |                            |
| 12 | Appropriation . . . . .                               | <del>(\$5,954,000)</del>   |
| 13 |   | <u>\$5,425,000</u>         |
| 14 | TOTAL APPROPRIATION . . . . .                         | <del>(\$150,392,000)</del> |
| 15 |   | <u>\$150,557,000</u>       |

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

18       (1) \$1,800,000 of the general fund--state appropriation for fiscal  
19 year 2012 and \$1,399,000 of the general fund--state appropriation for  
20 fiscal year 2013 are provided solely for school districts for petitions  
21 to juvenile court for truant students as provided in RCW 28A.225.030  
22 and 28A.225.035. The office of the administrator for the courts shall  
23 develop an interagency agreement with the superintendent of public  
24 instruction to allocate the funding provided in this subsection.  
25 Allocation of this money to school districts shall be based on the  
26 number of petitions filed. This funding includes amounts school  
27 districts may expend on the cost of serving petitions filed under RCW  
28 28A.225.030 by certified mail or by personal service or for the  
29 performance of service of process for any hearing associated with RCW  
30 28A.225.030.

31       (2)(a) \$8,252,000 of the general fund--state appropriation for  
32 fiscal year 2012 and \$7,313,000 of the general fund--state  
33 appropriation for fiscal year 2013 are provided solely for distribution  
34 to county juvenile court administrators to fund the costs of processing  
35 truancy, children in need of services, and at-risk youth petitions.  
36 The administrator for the courts, in conjunction with the juvenile  
37 court administrators, shall develop an equitable funding distribution



1 formula. The formula shall neither reward counties with higher than  
2 average per-petition processing costs nor shall it penalize counties  
3 with lower than average per-petition processing costs.

4 (b) Each fiscal year during the 2011-2013 fiscal biennium, each  
5 county shall report the number of petitions processed and the total  
6 actual costs of processing truancy, children in need of services, and  
7 at-risk youth petitions. Counties shall submit the reports to the  
8 administrator for the courts no later than 45 days after the end of the  
9 fiscal year. The administrator for the courts shall electronically  
10 transmit this information to the chairs and ranking minority members of  
11 the house of representatives and senate ways and means committees no  
12 later than 60 days after a fiscal year ends. These reports are deemed  
13 informational in nature and are not for the purpose of distributing  
14 funds.

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

20 (4) \$265,000 of the general fund--state appropriation for fiscal  
21 year 2012 is provided solely for the office of public guardianship to  
22 provide guardianship services for low-income incapacitated persons.

23 (5) \$1,178,000 of the judicial information systems account--state  
24 appropriation is provided solely for replacing computer equipment at  
25 state courts and state judicial agencies.

26 (6) No later than September 30, 2011, the judicial information  
27 systems committee shall provide a report to the legislature on the  
28 recommendations of the case management feasibility study, including  
29 plans for a replacement of the superior court management information  
30 system (SCOMIS) and plans for completing the data exchange core system  
31 component consistent with a complete data exchange standard. No later  
32 than December 31, 2011, the judicial information systems committee  
33 shall provide a report to the legislature on the status of the data  
34 exchange, the procurement process for a SCOMIS replacement, and a case  
35 management system that is designed to meet the requirements approved by  
36 the superior courts and county clerks of all thirty-nine counties. The  
37 legislature shall solicit input on both reports from judicial,  
38 legislative, and executive stakeholders.

1 (7) In order to gather better data on juveniles in the criminal  
2 justice system, the administrative office of the courts shall modify  
3 the judgment and sentence form for juvenile and adult sentences to  
4 include one or more check boxes indicating whether (a) the adult  
5 superior court had original jurisdiction for a defendant who was  
6 younger than eighteen years of age at the time the case was filed; (b)  
7 the case was originally filed in juvenile court but transferred to  
8 adult superior court jurisdiction; or (c) the case was originally filed  
9 in adult superior court or transferred to adult superior court but then  
10 returned to the juvenile court.

11 (8) \$540,000 of the judicial stabilization trust account--state  
12 appropriation is provided solely for the office of public guardianship  
13 to continue guardianship services for those low-income incapacitated  
14 persons who were receiving services on June 30, 2012.

15 (9) The Washington association of juvenile court administrators and  
16 the juvenile rehabilitation administration, in consultation with the  
17 community juvenile accountability act advisory committee and the  
18 Washington state institute for public policy, shall analyze and review  
19 data elements available from the administrative office of the courts  
20 for possible integration into the evidence-based program quality  
21 assurance plans and processes. The administrative office of the  
22 courts, the Washington association of juvenile court administrators,  
23 and the juvenile rehabilitation administration shall provide  
24 information necessary to complete the review and analysis. The  
25 Washington association of juvenile court administrators and the  
26 juvenile rehabilitation administration shall report the findings of  
27 their review and analysis, as well as any recommendations, to the  
28 legislature by December 1, 2012.

29 **Sec. 1105.** 2012 2nd sp.s. c 7 s 118 (uncodified) is amended to  
30 read as follows:

31 **FOR THE OFFICE OF THE GOVERNOR**

|    |   |                           |
|----|---|---------------------------|
| 32 | General Fund--State Appropriation (FY 2012) . . . . . | \$5,102,000               |
| 33 | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$5,247,000)</del>  |
| 34 |   | <u>\$5,286,000</u>        |
| 35 | Economic Development Strategic Reserve Account--State |                           |
| 36 | Appropriation . . . . .                               | \$1,500,000               |
| 37 | TOTAL APPROPRIATION . . . . .                         | <del>(\$11,849,000)</del> |

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

(1) \$1,500,000 of the economic development strategic reserve account appropriation is provided solely for efforts to assist with currently active industrial recruitment efforts that will bring new jobs to the state or will retain headquarter locations of major companies currently housed in the state.

(2) \$540,000 of the general fund--state appropriation for fiscal year 2012 and \$526,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the office of the education ombudsman.

(3) \$39,000 of the general fund--state appropriation for fiscal year 2013 is provided solely for implementation of Engrossed Second Substitute Senate Bill No. 5802 (greenhouse gas emissions). If the bill is not enacted by June 30, 2012, the amount provided in this subsection shall lapse.

**Sec. 1106.** 2012 2nd sp.s. c 7 s 121 (uncodified) is amended to read as follows:

**FOR THE SECRETARY OF STATE**

|   |                           |
|---|---------------------------|
| General Fund--State Appropriation (FY 2012)         | \$16,047,000              |
| General Fund--State Appropriation (FY 2013)         | <del>(\$8,612,000)</del>  |
|   | <u>\$9,972,000</u>        |
| General Fund--Federal Appropriation                 | \$7,326,000               |
| Public Records Efficiency, Preservation, and Access |                           |
| Account--State Appropriation                        | <del>(\$7,074,000)</del>  |
|   | <u>\$7,185,000</u>        |
| Charitable Organization Education Account--State    |                           |
| Appropriation                                       | \$362,000                 |
| Local Government Archives Account--State            |                           |
| Appropriation                                       | \$8,516,000               |
| Election Account--Federal Appropriation             | \$17,284,000              |
| Washington State Heritage Center Account--State     |                           |
| Appropriation                                       | \$5,028,000               |
| TOTAL APPROPRIATION                                 | <del>(\$70,249,000)</del> |
|   | <u>\$71,720,000</u>       |

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

3 (1) \$3,898,000 of the general fund--state appropriation for fiscal  
4 year 2012 is provided solely to reimburse counties for the state's  
5 share of primary and general election costs and the costs of conducting  
6 mandatory recounts on state measures. Counties shall be reimbursed  
7 only for those odd-year election costs that the secretary of state  
8 validates as eligible for reimbursement.

9 (2)(a) \$1,847,000 of the general fund--state appropriation for  
10 fiscal year 2012 and \$1,926,000 of the general fund--state  
11 appropriation for fiscal year 2013 are provided solely for contracting  
12 with a nonprofit organization to produce gavel-to-gavel television  
13 coverage of state government deliberations and other events of  
14 statewide significance during the 2011-2013 biennium. The funding  
15 level for each year of the contract shall be based on the amount  
16 provided in this subsection. The nonprofit organization shall be  
17 required to raise contributions or commitments to make contributions,  
18 in cash or in kind, in an amount equal to forty percent of the state  
19 contribution. The office of the secretary of state may make full or  
20 partial payment once all criteria in this subsection have been  
21 satisfactorily documented.

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

27 (c) The nonprofit organization shall prepare an annual independent  
28 audit, an annual financial statement, and an annual report, including  
29 benchmarks that measure the success of the nonprofit organization in  
30 meeting the intent of the program.

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

33 (i) Attempting to influence the passage or defeat of any  
34 legislation by the legislature of the state of Washington, by any  
35 county, city, town, or other political subdivision of the state of  
36 Washington, or by the congress, or the adoption or rejection of any  
37 rule, standard, rate, or other legislative enactment of any state  
38 agency;

- 1 (ii) Making contributions reportable under chapter 42.17 RCW; or
- 2 (iii) Providing any: (A) Gift; (B) honoraria; or (C) travel,
- 3 lodging, meals, or entertainment to a public officer or employee.
- 4 (3) Any reductions to funding for the Washington talking book and
- 5 Braille library may not exceed in proportion any reductions taken to
- 6 the funding for the library as a whole.

7 **Sec. 1107.** 2012 2nd sp.s. c 7 s 127 (uncodified) is amended to  
 8 read as follows:

9 **FOR THE ATTORNEY GENERAL**

|    |   |                            |
|----|---|----------------------------|
| 10 | General Fund--State Appropriation (FY 2012) . . . . .         | \$4,758,000                |
| 11 | General Fund--State Appropriation (FY 2013) . . . . .         | <del>(\$7,690,000)</del>   |
| 12 |   | <u>\$7,890,000</u>         |
| 13 | General Fund--Federal Appropriation . . . . .                 | \$10,015,000               |
| 14 | New Motor Vehicle Arbitration Account--State                  |                            |
| 15 | Appropriation . . . . .                                       | \$968,000                  |
| 16 | Legal Services Revolving Account--State                       |                            |
| 17 | Appropriation . . . . .                                       | <del>(\$197,375,000)</del> |
| 18 |   | <u>\$197,412,000</u>       |
| 19 | Tobacco Prevention and Control Account--State                 |                            |
| 20 | Appropriation . . . . .                                       | \$270,000                  |
| 21 | Medicaid Fraud Penalty Account--State Appropriation . . . . . | \$1,129,000                |
| 22 | TOTAL APPROPRIATION . . . . .                                 | <del>(\$222,205,000)</del> |
| 23 |   | <u>\$222,442,000</u>       |

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

26 (1) The attorney general shall report each fiscal year on actual  
 27 legal services expenditures and actual attorney staffing levels for  
 28 each agency receiving legal services. The report shall be submitted to  
 29 the office of financial management and the fiscal committees of the  
 30 senate and house of representatives no later than ninety days after the  
 31 end of each fiscal year. As part of its by agency report to the  
 32 legislative fiscal committees and the office of financial management,  
 33 the office of the attorney general shall include information detailing  
 34 the agency's expenditures for its agency-wide overhead and a breakdown  
 35 by division of division administration expenses.

36 (2) Prior to entering into any negotiated settlement of a claim  
 37 against the state that exceeds five million dollars, the attorney

1 general shall notify the director of financial management and the  
2 chairs of the senate committee on ways and means and the house of  
3 representatives committee on ways and means.

4 (3) The attorney general shall annually report to the fiscal  
5 committees of the legislature all new *cy pres* awards and settlements  
6 and all new accounts, disclosing their intended uses, balances, the  
7 nature of the claim or account, proposals, and intended timeframes for  
8 the expenditure of each amount. The report shall be distributed  
9 electronically and posted on the attorney general's web site. The  
10 report shall not be printed on paper or distributed physically.

11 (4) The attorney general shall enter into an interagency agreement  
12 with the department of social and health services for expenditure of  
13 the state's proceeds from the *cy pres* settlement in *State of Washington*  
14 *v. AstraZeneca* (Seroquel) for the purposes set forth in sections 204  
15 and 213 of this act.

16 (5) \$62,000 of the legal services revolving fund--state  
17 appropriation is provided solely to implement House Bill No. 1770  
18 (state purchasing). If the bill is not enacted by June 30, 2011, the  
19 amount provided in this subsection shall lapse.

20 (6) \$5,924,000 of the legal services revolving account--state  
21 appropriation is provided solely to implement House Bill No. 2123  
22 (workers' compensation). If the bill is not enacted by June 30, 2011,  
23 the amount provided in this subsection shall lapse.

24 (7) The office of the attorney general is authorized to expend  
25 \$2,100,000 from the *Zyprexa* and other *cy pres* awards towards consumer  
26 protection costs in accordance with uses authorized in the court  
27 orders.

28 (8) \$96,000 of the legal services revolving fund--state  
29 appropriation is provided solely to implement Senate Bill No. 5076  
30 (financial institutions). If the bill is not enacted by June 30, 2011,  
31 the amount provided in this subsection shall lapse.

32 (9) \$99,000 of the legal services revolving fund--state  
33 appropriation is provided solely to implement Engrossed Second  
34 Substitute Senate Bill No. 5769 (coal-fired generation). If the bill  
35 is not enacted by June 30, 2011, the amount provided in this subsection  
36 shall lapse.

37 (10) \$416,000 of the legal services revolving fund--state

1 appropriation is provided solely to implement Substitute Senate Bill  
2 No. 5801 (industrial insurance system). If the bill is not enacted by  
3 June 30, 2011, the amount provided in this subsection shall lapse.

4 (11) \$31,000 of the legal services revolving fund--state  
5 appropriation is provided solely to implement Engrossed Substitute  
6 Senate Bill No. 5021 (election campaign disclosure). If the bill is  
7 not enacted by June 30, 2011, the amount provided in this subsection  
8 shall lapse.

9 (12) The executive ethics board shall: (a) Develop a statewide  
10 plan, with performance measures, to provide overall direction and  
11 accountability in all executive branch agencies and statewide elected  
12 offices; (b) coordinate and work with the commission on judicial  
13 conduct and the legislative ethics board; (c) assess and evaluate each  
14 agency's ethical culture through employee and stakeholder surveys,  
15 review Washington state quality award feedback reports, and publish an  
16 annual report on the results to the public; and (d) solicit outside  
17 evaluations, studies, and recommendations for improvements from  
18 academics, nonprofit organizations, the public disclosure commission,  
19 or other entities with expertise in ethics, integrity, and the public  
20 sector.

21 (13) \$11,000 of the legal services revolving fund--state  
22 appropriation is provided solely to implement House Bill No. 2301  
23 (boxing, martial arts, wrestling). If the bill is not enacted by June  
24 30, 2012, the amount provided in this subsection shall lapse.

25 (14) \$56,000 of the legal services revolving fund--state  
26 appropriation is provided solely to implement House Bill No. 2319  
27 (affordable care act). If the bill is not enacted by June 30, 2012,  
28 the amount provided in this subsection shall lapse.

29 (15) \$5,743,000 of the general fund--state appropriation for fiscal  
30 year 2013 is provided solely for the legal costs associated with the  
31 evaluation, filing, prosecution, response to petitions for release, and  
32 appeal of sexually violent predator civil commitment cases, as provided  
33 in chapter 71.09 RCW. Within the amount provided in this subsection,  
34 the attorney general may enter into an interagency agreement with a  
35 county prosecutor to perform prosecution services pursuant to chapter  
36 71.09 RCW.

37 (16) \$94,000 of the legal services revolving fund--state

1 appropriation is provided solely to implement Senate Bill No. 6103  
2 (reflexology and massage therapy). If the bill is not enacted by June  
3 30, 2012, the amount provided in this subsection shall lapse.

4 (17) \$57,000 of the legal services revolving fund--state  
5 appropriation is provided solely for implementation of Engrossed  
6 Substitute Senate Bill No. 6237 (medical assistants). If the bill is  
7 not enacted by June 30, 2012, the amount provided in this subsection  
8 shall lapse.

9 (18) If Engrossed Substitute Senate Bill No. 5978 (medicaid fraud)  
10 is not enacted by June 30, 2012, the amounts appropriated in this  
11 section from the medicaid fraud penalty account--state appropriation  
12 shall lapse and an additional \$730,000 shall be appropriated from the  
13 general fund--state for fiscal year 2013 for fraud detection and  
14 prevention activities, recovery of improper payments, and for other  
15 medicaid fraud enforcement activities.

16 (19) \$56,000 of the legal services revolving fund--state  
17 appropriation is provided solely to implement House Bill No. 2592  
18 (extended foster care). If the bill is not enacted by June 30, 2012,  
19 the amount provided in this subsection shall lapse.

20 (20) \$65,000 of the legal services revolving fund--state  
21 appropriation is provided solely for implementation of Second Engrossed  
22 Substitute Senate Bill No. 6406 (state natural resources). If the bill  
23 is not enacted by June 30, 2012, the amount provided in this subsection  
24 shall lapse.

25 (21) \$200,000 of the general fund--state appropriation for fiscal  
26 year 2013 is provided solely for settlement payment of the Backpage.com  
27 litigation.

28 **Sec. 1108.** 2012 2nd sp.s. c 7 s 129 (uncodified) is amended to  
29 read as follows:

30 **FOR THE DEPARTMENT OF COMMERCE**

|    |   |                           |
|----|---|---------------------------|
| 31 | General Fund--State Appropriation (FY 2012) . . . . . | \$51,799,000              |
| 32 | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$72,839,000)</del> |
| 33 |   | <u>\$60,889,000</u>       |
| 34 | General Fund--Federal Appropriation . . . . .         | \$340,184,000             |
| 35 | General Fund--Private/Local Appropriation . . . . .   | \$5,036,000               |
| 36 | Public Works Assistance Account--State                |                           |
| 37 | Appropriation . . . . .                               | \$2,733,000               |



|    |  |                                |
|----|--|--------------------------------|
| 1  | Drinking Water Assistance Administrative                     |                                |
| 2  | Account--State Appropriation . . . . .                       | \$437,000                      |
| 3  | Lead Paint Account--State Appropriation . . . . .            | (( <del>\$65,000</del> ))      |
| 4  |  | <u>\$100,000</u>               |
| 5  | Building Code Council Account--State Appropriation . . . . . | \$13,000                       |
| 6  | Home Security Fund Account--State Appropriation . . . . .    | \$21,007,000                   |
| 7  | Affordable Housing for All Account--State                    |                                |
| 8  | Appropriation . . . . .                                      | \$11,899,000                   |
| 9  | County Research Services Account--State                      |                                |
| 10 | Appropriation . . . . .                                      | \$540,000                      |
| 11 | Financial Fraud and Identity Theft Crimes Investigation      |                                |
| 12 | and Prosecution Account--State Appropriation . . . . .       | (( <del>\$1,166,000</del> ))   |
| 13 |  | <u>\$969,000</u>               |
| 14 | Low-Income Weatherization Assistance Account--State          |                                |
| 15 | Appropriation . . . . .                                      | (( <del>\$2,427,000</del> ))   |
| 16 |  | <u>\$1,186,000</u>             |
| 17 | City and Town Research Services Account--State               |                                |
| 18 | Appropriation . . . . .                                      | \$2,577,000                    |
| 19 | Community and Economic Development Fee Account--State        |                                |
| 20 | Appropriation . . . . .                                      | \$6,781,000                    |
| 21 | Washington Housing Trust Account--State                      |                                |
| 22 | Appropriation . . . . .                                      | \$17,444,000                   |
| 23 | Prostitution Prevention and Intervention Account--           |                                |
| 24 | State Appropriation . . . . .                                | .\$86,000                      |
| 25 | Public Facility Construction Loan Revolving                  |                                |
| 26 | Account--State Appropriation . . . . .                       | .\$748,000                     |
| 27 | Washington Community Technology Opportunity Account--        |                                |
| 28 | State Appropriation . . . . .                                | \$713,000                      |
| 29 | Liquor Revolving Account--State Appropriation . . . . .      | (( <del>\$2,802,000</del> ))   |
| 30 |  | <u>\$3,032,000</u>             |
| 31 | TOTAL APPROPRIATION . . . . .                                | (( <del>\$541,296,000</del> )) |
| 32 |  | <u>\$528,173,000</u>           |

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

35       (1) Repayments of outstanding mortgage and rental assistance  
36 program loans administered by the department under RCW 43.63A.640 shall  
37 be remitted to the department, including any current revolving account

1 balances. The department shall collect payments on outstanding loans,  
2 and deposit them into the state general fund. Repayments of funds owed  
3 under the program shall be remitted to the department according to the  
4 terms included in the original loan agreements.

5 (2) \$500,000 of the general fund--state appropriation for fiscal  
6 year 2012 and \$500,000 of the general fund--state appropriation for  
7 fiscal year 2013 are provided solely for a grant to resolution  
8 Washington to building statewide capacity for alternative dispute  
9 resolution centers and dispute resolution programs that guarantee that  
10 citizens have access to low-cost resolution as an alternative to  
11 litigation.

12 (3) \$306,000 of the general fund--state appropriation for fiscal  
13 year 2012 and \$306,000 of the general fund--state appropriation for  
14 fiscal year 2013 are provided solely for a grant to the retired senior  
15 volunteer program.

16 (4) The department shall administer its growth management act  
17 technical assistance so that smaller cities receive proportionately  
18 more assistance than larger cities or counties.

19 (5) \$1,800,000 of the home security fund--state appropriation is  
20 provided for transitional housing assistance or partial payments for  
21 rental assistance under the independent youth housing program.

22 (6) \$5,000,000 of the home security fund--state appropriation is  
23 for the operation, repair, and staffing of shelters in the homeless  
24 family shelter program.

25 (7) \$198,000 of the general fund--state appropriation for fiscal  
26 year 2012 and \$198,000 of the general fund--state appropriation for  
27 fiscal year 2013 are provided solely for the Washington new Americans  
28 program.

29 (8) \$2,949,000 of the general fund--state appropriation for fiscal  
30 year 2012 and \$2,949,000 of the general fund--state appropriation for  
31 fiscal year 2013 are provided solely for associate development  
32 organizations.

33 (9) \$127,000 of the general fund--federal appropriation is provided  
34 solely for implementation of Substitute House Bill No. 1886  
35 (Ruckelshaus center process). If the bill is not enacted by June 30,  
36 2011, the amount provided in this subsection shall lapse.

37 (10) Up to \$200,000 of the general fund--private/local  
38 appropriation is for a grant to the Washington tourism alliance for the

1 maintenance of the Washington state tourism web site  
2 www.experiencewa.com and its related sub-sites. The department may  
3 transfer ownership of the web site and other tourism promotion assets  
4 and assign obligations to the Washington tourism alliance for purposes  
5 of tourism promotion throughout the state. The alliance may use the  
6 assets only in a manner consistent with the purposes for which they  
7 were created. Any revenue generated from these assets must be used by  
8 the alliance for the sole purposes of statewide Washington tourism  
9 promotion. The legislature finds that the Washington tourism alliance,  
10 a not-for-profit, 501.c.6 organization established, funded, and  
11 governed by Washington tourism industry stakeholders to sustain  
12 destination tourism marketing across Washington, is an appropriate body  
13 to receive funding and assets from and assume obligations of the  
14 department for the purposes described in this section.

15 (11) Within the appropriations in this section, specific funding is  
16 provided to implement Substitute Senate Bill No. 5741 (economic  
17 development commission).

18 (12) \$2,000,000 of the community and economic development fee  
19 account appropriation is provided solely for the department of commerce  
20 for services to homeless families through the Washington families fund.

21 (13) \$234,000 of the general fund--state appropriation for fiscal  
22 year 2012 and \$233,000 of the general fund--state appropriation for  
23 fiscal year 2013 are provided solely for the Washington asset building  
24 coalitions.

25 (14) \$1,859,000 of the general fund--state appropriation for fiscal  
26 year 2012 and \$1,859,000 of the general fund--state appropriation for  
27 fiscal year 2013 are provided solely for innovative research teams,  
28 also known as entrepreneurial STARS, at higher education research  
29 institutions, and for entrepreneurs-in-residence programs at higher  
30 education research institutions and entrepreneurial assistance  
31 organizations. Of these amounts no more than \$50,000 in fiscal year  
32 2012 and no more than \$50,000 in fiscal year 2013 may be provided for  
33 the operation of entrepreneurs-in-residence programs at entrepreneurial  
34 assistance organizations external to higher education research  
35 institutions.

36 (15) Up to \$700,000 of the general fund--private/local  
37 appropriation is for pass-through grants to cities in central Puget

1 Sound to plan for transfer of development rights receiving areas under  
2 the central Puget Sound regional transfer of development rights  
3 program.

4 (16) \$16,000 of the general fund--state appropriation for fiscal  
5 year 2012 is provided solely to implement section 503 of Substitute  
6 House Bill No. 1277 (licensed settings for vulnerable adults). The  
7 long-term care ombudsman shall convene an adult family home quality  
8 assurance panel to review problems concerning the quality of care for  
9 residents in adult family homes. If Substitute House Bill No. 1277  
10 (licensed settings for vulnerable adults) is not enacted by June 30,  
11 2011, the amount provided in this subsection shall lapse.

12 (17) \$19,605,000 of the general fund--state appropriation for  
13 fiscal year 2012 and (~~(\$39,527,000)~~) \$27,527,000 of the general fund--  
14 state appropriation for fiscal year 2013 are provided solely for  
15 establishment of the essential needs and housing support program  
16 created in Engrossed Substitute House Bill No. 2082 (essential needs  
17 and assistance program). The department of commerce shall contract for  
18 these services with counties or community-based organizations involved  
19 in providing essential needs and housing supports to low-income persons  
20 who meet eligibility pursuant to Engrossed Substitute House Bill No.  
21 2082. The department shall limit the funding used for administration  
22 of the program to no more than five percent. Counties and community  
23 providers shall limit the funding used for administration of the  
24 program to no more than seven percent.

25 (a) Of the amounts provided in this subsection, \$4,000,000 is  
26 provided solely for essential needs to clients who meet the eligibility  
27 established in Engrossed Substitute House Bill No. 2082. Counties and  
28 community-based organizations shall distribute basic essential products  
29 in a manner that prevents abuse. To the greatest extent possible, the  
30 counties or community-based organizations shall leverage local or  
31 private funds, and volunteer support to acquire and distribute the  
32 basic essential products.

33 (b) Of the amounts provided in this subsection, (~~(\$55,000,000)~~)  
34 \$43,000,000 is provided solely for housing support services to  
35 individuals who are homeless or who may become homeless, and are  
36 eligible for services under this program pursuant to Engrossed  
37 Substitute House Bill No. 2082.

1 (18) \$4,380,000 of the home security fund--state appropriation is  
2 provided solely for the department to provide homeless housing services  
3 in accordance with Engrossed Substitute House Bill No. 2048 (housing  
4 assistance surcharges). If Engrossed Substitute House Bill No. 2048  
5 (housing assistance surcharges) is not enacted by June 30, 2012, the  
6 amounts provided in this subsection shall lapse.

7 (19) \$85,000 of the general fund--state appropriation for fiscal  
8 year 2013 is provided solely for the developmental disabilities council  
9 to contract for a family-to-family mentor program to provide  
10 information and support to families and guardians of persons who are  
11 transitioning out of residential habilitation centers. To the maximum  
12 extent allowable under federal law, these funds shall be matched under  
13 medicaid through the department of social and health services and  
14 federal funds shall be transferred to the department for the purposes  
15 stated in this subsection.

16 (20) (~~(\$2,802,000)~~) \$3,032,000 of the liquor revolving account--  
17 state appropriation is provided solely for the department to contract  
18 with the municipal research and services center of Washington.

19 (21) \$1,000,000 of the general fund--state appropriation for fiscal  
20 year 2013 is provided solely for deposit in the shelter to housing  
21 project account, hereby created in the custody of the state treasurer  
22 as a nonappropriated account. The department may expend funds from the  
23 account solely for a two-year pilot project to enable young adults to  
24 move from temporary emergency shelter housing to transitional and  
25 permanent housing throughout King county. The pilot project will be  
26 administered under contract with the YMCA of greater Seattle in  
27 collaboration with the rising out of the shadows young adult shelter.  
28 Funding may be used for case management, housing subsidy,  
29 transportation, shelter services, training and evaluation. The pilot  
30 project and the shelter to housing project account expire December 31,  
31 2014.

32 (22) \$12,000 of the general fund--state appropriation for fiscal  
33 year 2013 is provided solely to implement Engrossed Second Substitute  
34 Senate Bill No. 5292 (irrigation and port districts). If the bill is  
35 not enacted by June 30, 2012, the amount provided in this subsection  
36 shall lapse.

37 (23) \$100,000 of the general fund--private/local appropriation is  
38 provided solely for the department to provide analysis and an advisory

1 opinion on whether a proposed electric generation project or  
 2 conservation resource qualifies to meet mandatory conservation targets  
 3 in accordance with Substitute Senate Bill No. 6414 (review  
 4 process/utilities). The department is authorized to require an  
 5 applicant to pay an application fee to cover the cost of reviewing the  
 6 project and preparing an advisory opinion. If Substitute Senate Bill  
 7 No. 6414 (review process/utilities) is not enacted by June 30, 2012,  
 8 the amount provided in this subsection shall lapse.

9 **Sec. 1109.** 2012 2nd sp.s. c 7 s 131 (uncodified) is amended to  
 10 read as follows:

11 **FOR THE OFFICE OF FINANCIAL MANAGEMENT**

|    |  |                           |
|----|--|---------------------------|
| 12 | General Fund--State Appropriation (FY 2012) . . . . .          | \$18,369,000              |
| 13 | General Fund--State Appropriation (FY 2013) . . . . .          | <del>(\$18,584,000)</del> |
| 14 |  | <u>\$18,728,000</u>       |
| 15 | General Fund--Federal Appropriation . . . . .                  | \$31,530,000              |
| 16 | General Fund--Private/Local Appropriation . . . . .            | \$1,370,000               |
| 17 | Performance Audits of Government Account--State                |                           |
| 18 | Appropriation . . . . .  | \$198,000                 |
| 19 | Economic Development Strategic Reserve Account--State          |                           |
| 20 | Appropriation . . . . .  | \$280,000                 |
| 21 | Department of Personnel Services--State                        |                           |
| 22 | Appropriation . . . . .  | \$8,551,000               |
| 23 | Data Processing Revolving Account--State                       |                           |
| 24 | Appropriation . . . . .  | \$5,910,000               |
| 25 | Higher Education Personnel Services Account--State             |                           |
| 26 | Appropriation . . . . .  | \$1,537,000               |
| 27 | Aquatic Lands Enhancement Account--State Appropriation . . . . | \$100,000                 |
| 28 | TOTAL APPROPRIATION . . . . .                                  | <del>(\$86,429,000)</del> |
| 29 |  | <u>\$86,573,000</u>       |

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

32 (1) \$1,210,000 of the general fund--state appropriation for fiscal  
 33 year 2012 and \$1,210,000 of the general fund--state appropriation for  
 34 fiscal year 2013 are provided solely for implementation of House Bill  
 35 No. 1178 (regulatory assistance office). If the bill is not enacted by  
 36 June 30, 2011, the amounts provided in this subsection shall lapse.

1 (2) \$150,000 of the general fund--state appropriation for fiscal  
2 year 2012 is provided solely for the office of financial management to  
3 contract with an independent consultant to evaluate and recommend the  
4 most cost-effective provision of services required to support the  
5 department of social and health services special commitment center on  
6 McNeil Island. The evaluation shall include island operation services  
7 that include, but are not limited to: (a) Marine transport of  
8 passengers and goods; (b) wastewater treatment; (c) fire protection and  
9 suppression; (d) electrical supply; (e) water supply; and (f) road  
10 maintenance.

11 The office of financial management shall solicit the input of  
12 Pierce county, the department of corrections, and the department of  
13 social and health services in developing the request for proposal,  
14 evaluating applications, and directing the evaluation. The consultant  
15 shall report to the governor and legislature by November 15, 2011.

16 (3) \$100,000 of the aquatic lands enhancement account--state  
17 appropriation is provided solely for the office of financial management  
18 to prepare a report to be used to initiate a comprehensive, long-range  
19 planning process for the future of McNeil Island during the 2013-2015  
20 fiscal biennium.

21 (a) The report on the initiation of the process must document:

22 (i) Ownership issues, including consultation with the federal  
23 government about its current legal requirements associated with the  
24 island;

25 (ii) Federal and state decision-making processes to change use or  
26 ownership;

27 (iii) Tribal treaty interests;

28 (iv) Fish and wildlife species and their habitats;

29 (v) Land use and public safety needs;

30 (vi) Recreational opportunities for the general public;

31 (vii) Historic and archaeological resources; and

32 (viii) Revenue from and necessary to support potential future uses  
33 of the island.

34 (b) The report shall develop and recommend a comprehensive, long-  
35 range planning process for the future of the island and associated  
36 aquatic resources, addressing the items in (a) of this subsection.

37 (c) The office of financial management may use its own staff and

1 other public agency and tribal staff or contract for services, and may  
2 create a work group of knowledgeable agencies, organizations, and  
3 individuals to assist in preparing the report.

4 (d) The office of financial management shall engage in broad  
5 consultation with interested parties, including, but not limited to:

6 (i) Federal agencies with relevant responsibilities;

7 (ii) Tribal governments;

8 (iii) State agencies;

9 (iv) Local governments and communities in the area, including the  
10 Anderson Island community, Steilacoom, and Pierce county; and

11 (v) Interested private organizations and individuals.

12 (e) The report must be submitted to the governor and appropriate  
13 committees of the legislature by October 1, 2012.

14 (4) The appropriations in this section include funding for  
15 activities transferred from the sentencing guidelines commission to the  
16 office of financial management pursuant to Engrossed Substitute Senate  
17 Bill No. 5891 (criminal justice cost savings). Prior to the effective  
18 date of Engrossed Substitute Senate Bill No. 5891, the appropriations  
19 in this section may be expended for the continued operations and  
20 expenses of the sentencing guidelines commission pursuant to the  
21 expenditure authority schedule produced by the office of financial  
22 management in accordance with chapter 43.88 RCW.

23 (~~(+6)~~) (5) \$115,000 of the general fund--state appropriation for  
24 fiscal year 2013 is provided solely for implementation of Engrossed  
25 Substitute House Bill No. 2483 (higher education coordination). If the  
26 bill is not enacted by June 30, 2012, the amount provided in this  
27 subsection shall lapse.

28 (~~(+7)~~) (6)(a) The office of financial management shall determine  
29 if cost savings can be achieved by the state through contracting for  
30 interpreter services more effectively. The office of financial  
31 management must work with all state agencies that use interpreter  
32 services to determine:

33 (i) How agencies currently procure interpreter services;

34 (ii) To what degree brokers or foreign language agencies are used  
35 in the acquisition of interpreter services; and

36 (iii) The cost of interpreter services as currently provided.

37 (b) The office of financial management, in consultation with the  
38 department of enterprise services, must also examine approaches to



1 procuring interpreter services, including using the department of  
2 enterprise services' master contract, limiting overhead costs  
3 associated with interpreter contracts, and direct scheduling of  
4 interpreters. The report must include recommendations for the state to  
5 procure services in a more consistent and cost-effective manner.

6 (c) The office of financial management, in consultation with the  
7 department of labor and industries, must determine the impact that any  
8 alternative approach to procuring interpreter services will have on  
9 medical providers.

10 (d) The report must include:

11 (i) Analysis of the current process for procuring interpreter  
12 services;

13 (ii) Recommendations regarding options to make obtaining  
14 interpreter services more consistent and cost-effective; and

15 (iii) Estimates for potential cost savings.

16 (e) The office of financial management must report to the fiscal  
17 committees of the legislature by December 1, 2012.

18 ~~((+8))~~ (7) \$25,000 of the general fund--state appropriation for  
19 fiscal year 2012 and \$225,000 of the general fund--state appropriation  
20 for fiscal year 2013 are provided solely for implementation of House  
21 Bill No. 2824 (education funding). If the bill is not enacted by June  
22 30, 2012, the amount provided in this subsection shall lapse.

23 (8) \$50,000 of the general fund--state appropriation for fiscal  
24 year 2013 is provided solely for implementation of Engrossed Second  
25 Substitute Senate Bill No. 5802 (greenhouse gas emissions). If the  
26 bill is not enacted by June 30, 2012, the amount provided in this  
27 subsection shall lapse.

28 **Sec. 1110.** 2012 2nd sp.s. c 7 s 132 (uncodified) is amended to  
29 read as follows:

30 **FOR THE OFFICE OF ADMINISTRATIVE HEARINGS**

|   |                               |
|---|-------------------------------|
| 31 Administrative Hearings Revolving Account--State |                               |
| 32 Appropriation . . . . .                          | (( <del>\$35,713,000</del> )) |
| 33  | <u>\$36,413,000</u>           |

34 The appropriation in this section is subject to the following  
35 conditions and limitations: ((~~\$769,000~~)) \$700,000 of the  
36 administrative hearings revolving account--state appropriation is  
37 provided solely to (~~implement Engrossed Substitute Senate Bill No.~~

1 ~~5921 (social services programs). If the bill is not enacted by June~~  
2 ~~30, 2011, the amount provided in this subsection shall lapse))~~  
3 accommodate the number of fair hearings associated with medical  
4 assistance programs on behalf of the health care authority.

5 **Sec. 1111.** 2012 2nd sp.s. c 7 s 136 (uncodified) is amended to  
6 read as follows:

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

8 Department of Retirement Systems Expense

|  |                               |
|--|-------------------------------|
| 9 Account--State Appropriation . . . . . | (( <del>\$46,511,000</del> )) |
| 10                                       | <u>\$46,591,000</u>           |

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

13 (1) \$146,000 of the department of retirement systems--state  
14 appropriation is provided solely for the administrative costs  
15 associated with implementation of House Bill No. 2070 (state and local  
16 government employees). If the bill is not enacted by June 30, 2011,  
17 the amount provided in this subsection shall lapse.

18 (2) \$65,000 of the department of retirement systems--state  
19 appropriation is provided solely for the administrative costs  
20 associated with implementation of House Bill No. 1625 (plan 3 default  
21 investment option). If the bill is not enacted by June 30, 2011, the  
22 amount provided in this subsection shall lapse.

23 (3) \$133,000 of the department of retirement systems--state  
24 appropriation is provided solely for the administrative costs  
25 associated with implementation of Engrossed House Bill No. 1981 as  
26 amended (post-retirement employment). If the bill is not enacted by  
27 June 30, 2011, the amount provided in this subsection shall lapse.

28 (4) \$15,000 of the department of retirement systems expense  
29 account--state appropriation is provided solely for the administrative  
30 costs associated with implementation of Substitute House Bill No. 2021  
31 (plan 1 annual increase amounts). If the bill is not enacted by June  
32 30, 2011, the amount provided in this section shall lapse.

33 (5) \$32,000 of the department of retirement systems--state  
34 appropriation is provided solely for the administrative costs  
35 associated with implementation of Engrossed Senate Bill No. 5159 (state  
36 patrol retirement system service credit). If the bill is not enacted  
37 by June 30, 2012, the amount provided in this subsection shall lapse.

1       **Sec. 1112.** 2012 2nd sp.s. c 7 s 139 (uncodified) is amended to  
2 read as follows:

3 **FOR THE OFFICE OF MINORITY AND WOMEN'S BUSINESS ENTERPRISES**

4 OMWBE Enterprises Account--State Appropriation . . . . .((~~\$3,654,000~~))  
5 \$3,754,000

6       The appropriations in this section are subject to the following  
7 conditions and limitations: \$100,000 of the minority and women's  
8 business enterprises account--state appropriation is provided for  
9 implementation of a certification program for small business  
10 enterprises. The agency will collaborate with the department of  
11 transportation to certify small businesses as small business  
12 enterprises.  
13

14       **Sec. 1113.** 2012 2nd sp.s. c 7 s 142 (uncodified) is amended to  
15 read as follows:

16 **FOR THE LIQUOR CONTROL BOARD**

17 Liquor Control Board Construction and Maintenance  
18       Account--State Appropriation . . . . . \$3,063,000  
19 Liquor Revolving Account--State Appropriation . . . . . \$171,838,000  
20 General Fund--Federal Appropriation . . . . . \$945,000  
21 General Fund--Private/Local Appropriation . . . . . \$25,000  
22       TOTAL APPROPRIATION . . . . . \$175,871,000

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

25       (1) The legislature intends to facilitate the orderly transition of  
26 liquor services as required by Initiative Measure No. 1183. For liquor  
27 control board employees that remain through June 15, 2012, a temporary  
28 opportunity to cash out sick leave is provided to assist the unique  
29 challenges to the liquor control board and its employees posed by this  
30 transition.

31       (2) Within the amounts appropriated in this section from the liquor  
32 revolving account--state appropriation, liquor control board employees  
33 who: (a) Occupy positions in the job classifications provided in  
34 subsection (3)(c) of this section that will be eliminated after the  
35 liquor control board ceases to distribute liquor; and (b) remain as  
36 liquor control board employees through June 15, 2012, and who separate  
37 from service due to lay off by October 1, 2012, may elect to receive

1 remuneration for their entire sick leave balance at a rate equal to one  
2 day's current monetary compensation of the employee for each four full  
3 days of accrued sick leave.

4 (3) The following conditions apply to sick leave cash out under  
5 this subsection:

6 (a) The rate of monetary compensation for the purposes of this  
7 subsection shall not be reduced by any temporary salary reduction;

8 (b) Remuneration or benefits received under this subsection shall  
9 not be included for the purpose of computing a retirement allowance  
10 under any public retirement system in this state;

11 (c) The following job classifications are eligible:

- 12 (i) Liquor store clerk;
- 13 (ii) Retail assistant store manager 1;
- 14 (iii) Retail assistant store manager 2;
- 15 (iv) Retail store manager 3;
- 16 (v) Retail store manager 4;
- 17 (vi) Retail district manager;
- 18 (vii) Retail operations manager;
- 19 (viii) Director of retail services;
- 20 (ix) Director of distribution center;
- 21 (x) Director of purchasing;
- 22 (xi) Director of business enterprise;
- 23 (xii) Warehouse operator 1;
- 24 (xiii) Warehouse operator 2;
- 25 (xiv) Warehouse operator 3; and
- 26 (xv) Warehouse operator 4; and

27 (d) Should the legislature revoke any remuneration or benefits  
28 granted under this section, an affected employee shall not be entitled  
29 thereafter to receive such benefits as a matter of contractual right.

30 (4) Within the amounts appropriated in this section from the liquor  
31 revolving account--state appropriation, up to \$946,000 may be used by  
32 the liquor control board to implement Initiative Measure No. 502.

33 **Sec. 1114.** 2012 2nd sp.s. c 7 s 144 (uncodified) is amended to  
34 read as follows:

35 **FOR THE MILITARY DEPARTMENT**

|    |   |                          |
|----|---|--------------------------|
| 36 | General Fund--State Appropriation (FY 2012) . . . . . | \$7,116,000              |
| 37 | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$6,872,000)</del> |

|    |  |                                |
|----|--|--------------------------------|
| 1  |  | <u>\$6,938,000</u>             |
| 2  | General Fund--Federal Appropriation . . . . .              | (( <del>\$159,075,000</del> )) |
| 3  |  | <u>\$159,114,000</u>           |
| 4  | Enhanced 911 Account--State Appropriation . . . . .        | \$48,620,000                   |
| 5  | Disaster Response Account--State Appropriation . . . . .   | \$23,119,000                   |
| 6  | Disaster Response Account--Federal Appropriation . . . . . | \$91,368,000                   |
| 7  | Military Department Rent and Lease Account--State          |                                |
| 8  | Appropriation . . . . .                                    | \$615,000                      |
| 9  | Worker and Community Right-to-Know Account--State          |                                |
| 10 | Appropriation . . . . .                                    | \$2,163,000                    |
| 11 | TOTAL APPROPRIATION . . . . .                              | (( <del>\$338,948,000</del> )) |
| 12 |  | <u>\$339,053,000</u>           |

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

15       (1) \$18,018,000 of the disaster response account--state  
16 appropriation and \$66,266,000 of the disaster response account--federal  
17 appropriation may be spent only on disasters declared by the governor  
18 and with the approval of the office of financial management. The  
19 military department shall submit a report to the office of financial  
20 management and the legislative fiscal committees on October 1st and  
21 February 1st of each year detailing information on the disaster  
22 response account, including: (a) The amount and type of deposits into  
23 the account; (b) the current available fund balance as of the reporting  
24 date; and (c) the projected fund balance at the end of the 2011-2013  
25 biennium based on current revenue and expenditure patterns.

26       (2) \$75,000,000 of the general fund--federal appropriation is  
27 provided solely for homeland security, subject to the following  
28 conditions:

29       (a) Any communications equipment purchased by local jurisdictions  
30 or state agencies shall be consistent with standards set by the  
31 Washington state interoperability executive committee; and

32       (b) The department shall submit an annual report to the office of  
33 financial management and the legislative fiscal committees detailing  
34 the governor's domestic security advisory group recommendations;  
35 homeland security revenues and expenditures, including estimates of  
36 total federal funding for the state; and incremental changes from the  
37 previous estimate.

1       (3) \$15,000 of the general fund--state appropriation in fiscal year  
2 2013 is provided solely to maintain the three generator systems that  
3 allow the emergency operations center and emergency management division  
4 to operate during unexpected power outages.

5       **Sec. 1115.** 2012 2nd sp.s. c 7 s 149 (uncodified) is amended to  
6 read as follows:

7 **FOR THE DEPARTMENT OF ENTERPRISE SERVICES**

|    |  |                           |
|----|--|---------------------------|
| 8  | General Fund--State Appropriation (FY 2012) . . . . .          | \$3,401,000               |
| 9  | General Fund--State Appropriation (FY 2013) . . . . .          | \$3,309,000               |
| 10 | <del>(General Fund--Federal Appropriation . . . . .</del>      | <del>\$177,000</del>      |
| 11 | <del>General Fund--Private/Local Appropriation . . . . .</del> | <del>\$368,000</del> )    |
| 12 | Building Code Council Account--State Appropriation . . . . .   | \$1,186,000               |
| 13 | Department of Personnel Service Account--State                 |                           |
| 14 | Appropriation . . . . .  | \$11,117,000              |
| 15 | Enterprise Services Account--State Appropriation . . . . .     | \$26,336,000              |
| 16 | TOTAL APPROPRIATION . . . . .                                  | <del>(\$45,894,000)</del> |
| 17 |  | <u>\$45,349,000</u>       |

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

20       (1) The appropriations in this section are for the operations and  
21 expenses of the department of enterprise services as established by  
22 Engrossed Substitute Senate Bill No. 5931 (central service functions of  
23 state government), effective October 1, 2011. Prior to October 1,  
24 2011, the appropriations in this section may be expended for the  
25 continued operations and expenses of the office of financial  
26 management, the department of general administration, the department of  
27 information services, and the department of personnel, pursuant to the  
28 expenditure authority schedules produced by the office of financial  
29 management, in accordance with chapter 43.88 RCW.

30       (2) \$3,028,000 of the general fund--state appropriation for fiscal  
31 year 2012 and \$2,967,000 of the general fund--state appropriation for  
32 fiscal year 2013 are provided solely for the payment of facilities and  
33 services charges, utilities and contracts charges, public and historic  
34 facilities charges, and capital projects surcharges allocable to the  
35 senate, house of representatives, statute law committee, and joint  
36 legislative systems committee. The department shall allocate charges  
37 attributable to these agencies among the affected revolving funds. The

1 department shall maintain an interagency agreement with these agencies  
2 to establish performance standards, prioritization of preservation and  
3 capital improvement projects, and quality assurance provisions for the  
4 delivery of services under this subsection. The legislative agencies  
5 named in this subsection shall continue to enjoy all of the same rights  
6 of occupancy and space use on the capitol campus as historically  
7 established.

8 (3) In accordance with RCW 46.08.172 and 43.135.055, the department  
9 is authorized to increase parking fees in fiscal years 2012 and 2013 as  
10 necessary to meet the actual costs of conducting business.

11 (4) The building code council account appropriation is provided  
12 solely for the operation of the state building code council as required  
13 by statute and modified by the standards established by executive order  
14 10-06. The council shall not consider any proposed code amendment or  
15 take any other action not authorized by statute or in compliance with  
16 the standards established in executive order 10-06. No member of the  
17 council may receive compensation, per diem, or reimbursement for  
18 activities other than physical attendance at those meetings of the  
19 state building code council or the council's designated committees, at  
20 which the opportunity for public comment is provided generally and on  
21 all agenda items upon which the council proposes to take action.

22 (5) Specific funding is provided for the purposes of section 3 of  
23 House Bill No. 1770 (state purchasing).

24 (6) The amounts appropriated in this section are for implementation  
25 of Senate Bill No. 5931 (streamlining central service functions).

26 (7) The department of enterprise services shall purchase flags  
27 needed for ceremonial occasions on the capitol campus in order to fully  
28 represent the countries that have an international consulate in  
29 Washington state.

30 (8) Before any agency may purchase a passenger motor vehicle as  
31 defined in RCW 43.19.560, the agency must have written approval from  
32 the director of the department of enterprise services.

33 (9) The department shall adjust billings for self-insurance  
34 premiums to transportation agencies to reflect rate reductions assumed  
35 in this act.

(End of part)

**PART XII**  
**HUMAN SERVICES**

**Sec. 1201.** 2012 2nd sp.s. c 7 s 201 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES**

(1) 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. 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)(a) The health care authority and the department are 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 the Washington medicaid integration partnership (WMIP) and the medicare integrated care project (MICP), the health care authority and the



1 department may combine and transfer such medicaid funds appropriated  
2 under sections 204, 206, 208, and 213 of this act as may be necessary  
3 to finance a unified health care plan for the WMIP and the MICP program  
4 enrollment. The WMIP pilot projects shall not exceed a daily  
5 enrollment of 6,000 persons, nor expand beyond one county during the  
6 2011-2013 fiscal biennium. The amount of funding assigned from each  
7 program may not exceed the average per capita cost assumed in this act  
8 for individuals covered by that program, actuarially adjusted for the  
9 health condition of persons enrolled, times the number of clients  
10 enrolled. In implementing the WMIP and the MICP, the health care  
11 authority and the department may: (i) Withhold from calculations of  
12 "available resources" as set forth in RCW 71.24.025 a sum equal to the  
13 capitated rate for enrolled individuals; and (ii) employ capitation  
14 financing and risk-sharing arrangements in collaboration with health  
15 care service contractors licensed by the office of the insurance  
16 commissioner and qualified to participate in both the medicaid and  
17 medicare programs. The health care authority and the department shall  
18 conduct an evaluation of the WMIP by October 15, 2012, and of the MICP  
19 measuring changes in participant health outcomes, changes in patterns  
20 of service utilization, participant satisfaction, participant access to  
21 services, and the state fiscal impact.

22 (b) Effective January 1, 2013, if Washington has been selected to  
23 participate in phase two of the federal demonstration project for  
24 persons dually-eligible for both medicare and medicaid, the department  
25 and the authority may initiate the MICP. Participation in the project  
26 shall be limited to persons who are eligible for both medicare and  
27 medicaid and to counties in which the county legislative authority has  
28 agreed to the terms and conditions under which it will operate. The  
29 purpose of the project shall be to demonstrate and evaluate ways to  
30 improve care while reducing state expenditures for persons enrolled  
31 both in medicare and medicaid. To that end, prior to initiating the  
32 project, the department and the authority shall assure that state  
33 expenditures shall be no greater on either a per person or total basis  
34 than the state would otherwise incur. Individuals who are solely  
35 eligible for medicaid may also participate if their participation is  
36 agreed to by the health care authority, the department, and the county  
37 legislative authority.

1 (4) The legislature finds that medicaid payment rates, as  
2 calculated by the department pursuant to the appropriations in this  
3 act, bear a reasonable relationship to the costs incurred by  
4 efficiently and economically operated facilities for providing quality  
5 services and will be sufficient to enlist enough providers so that care  
6 and services are available to the extent that such care and services  
7 are available to the general population in the geographic area. The  
8 legislature finds that cost reports, payment data from the federal  
9 government, historical utilization, economic data, and clinical input  
10 constitute reliable data upon which to determine the payment rates.

11 (5) The department shall to the maximum extent practicable use the  
12 same system for delivery of spoken-language interpreter services for  
13 social services appointments as the one established for medical  
14 appointments in section 213 of this act. When contracting directly  
15 with an individual to deliver spoken language interpreter services, the  
16 department shall only contract with language access providers who are  
17 working at a location in the state and who are state-certified or  
18 state-authorized, except that when such a provider is not available,  
19 the department may use a language access provider who meets other  
20 certifications or standards deemed to meet state standards, including  
21 interpreters in other states.

22 (6)(a) The appropriations to the department of social and health  
23 services in this act shall be expended for the programs and in the  
24 amounts specified in this act. However, after May 1, (~~(2012))~~ 2013,  
25 unless specifically prohibited by this act, the department may transfer  
26 general fund--state appropriations for fiscal year (~~(2012))~~ 2013 among  
27 programs after approval by the director of financial management.  
28 However, the department shall not transfer state moneys that are  
29 provided solely for a specified purpose except as expressly provided in  
30 (b) of this subsection.

31 (b) To the extent that transfers under (a) of this subsection are  
32 insufficient to fund actual expenditures in excess of fiscal year  
33 (~~(2012))~~ 2013 caseload forecasts and utilization assumptions in the  
34 long-term care, foster care, adoptions support, medicaid personal care,  
35 and child support programs, the department may transfer state moneys  
36 that are provided solely for a specified purpose. The department shall  
37 not transfer funds, and the director of financial management shall not  
38 approve the transfer, unless the transfer is consistent with the

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

10 **Sec. 1202.** 2012 2nd sp.s. c 7 s 202 (uncodified) is amended to  
11 read as follows:

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

|    |   |                              |
|----|---|------------------------------|
| 14 | General Fund--State Appropriation (FY 2012) . . . . .         | \$287,014,000                |
| 15 | General Fund--State Appropriation (FY 2013) . . . . .         | <del>(\$285,018,000)</del>   |
| 16 |   | <u>\$277,169,000</u>         |
| 17 | General Fund--Federal Appropriation . . . . .                 | <del>(\$479,315,000)</del>   |
| 18 |   | <u>\$476,739,000</u>         |
| 19 | General Fund--Private/Local Appropriation . . . . .           | <del>(\$1,354,000)</del>     |
| 20 |   | <u>\$1,804,000</u>           |
| 21 | Home Security Fund Account--State Appropriation . . . . .     | \$10,741,000                 |
| 22 | Domestic Violence Prevention Account--State                   |                              |
| 23 | Appropriation . . . . .                                       | \$1,240,000                  |
| 24 | Education Legacy Trust Account--State Appropriation . . . . . | \$725,000                    |
| 25 | TOTAL APPROPRIATION . . . . .                                 | <del>(\$1,065,407,000)</del> |
| 26 |   | <u>\$1,055,432,000</u>       |

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

29 (1) Within amounts provided for the foster care and adoption  
30 support programs, the department shall control reimbursement decisions  
31 for foster care and adoption support cases such that the aggregate  
32 average cost per case for foster care and for adoption support does not  
33 exceed the amounts assumed in the projected caseload expenditures.

34 (2) \$668,000 of the general fund--state appropriation for fiscal  
35 year 2012 and \$668,000 of the general fund--state appropriation for  
36 fiscal year 2013 are provided solely to contract for the operation of  
37 one pediatric interim care center. The center shall provide

1 residential care for up to thirteen children through two years of age.  
2 Seventy-five percent of the children served by the center must be in  
3 need of special care as a result of substance abuse by their mothers.  
4 The center shall also provide on-site training to biological, adoptive,  
5 or foster parents. The center shall provide at least three months of  
6 consultation and support to the parents accepting placement of children  
7 from the center. The center may recruit new and current foster and  
8 adoptive parents for infants served by the center. The department  
9 shall not require case management as a condition of the contract. The  
10 department shall collaborate with the pediatric interim care center to  
11 determine if and how the center could be appropriately incorporated  
12 into the performance-based contract model and report its findings to  
13 the legislature by December 1, 2012.

14 (3)(a) \$80,887,000 of the general fund--state appropriation for  
15 fiscal year 2012, (~~(\$81,067,000)~~) \$76,567,000 of the general fund--  
16 state appropriation for fiscal year 2013, and (~~(\$74,800,000)~~)  
17 \$71,598,034 of the general fund--federal appropriation are provided  
18 solely for services for children and families. The amounts provided in  
19 this section shall be allotted on a monthly basis and expenditures  
20 shall not exceed allotments based on a three month rolling average  
21 without approval of the office of financial management following  
22 notification to the legislative fiscal committees.

23 (b) The department shall use these services to safely reduce the  
24 number of children in out-of-home care, safely reduce the time spent in  
25 out-of-home care prior to achieving permanency, and safely reduce the  
26 number of children returning to out-of-home care following permanency.  
27 The department shall provide an initial report to the legislature and  
28 the governor by January 15, 2012, regarding the start-up costs  
29 associated with performance-based contracts under RCW 74.13.360 .

30 (c) Of the amounts provided in (a) of this subsection, \$579,000 of  
31 the general fund--state appropriation for fiscal year 2013 and \$109,000  
32 of the general fund--federal appropriation are provided solely for a  
33 receiving care center east of the Cascade mountains.

34 (4) \$176,000 of the general fund--state appropriation for fiscal  
35 year 2012, \$177,000 of the general fund--state appropriation for fiscal  
36 year 2013, \$656,000 of the general fund--private/local appropriation,  
37 \$253,000 of the general fund--federal appropriation, and \$725,000 of  
38 the education legacy trust account--state appropriation are provided

1 solely for children's administration to contract with an educational  
2 advocacy provider with expertise in foster care educational outreach.  
3 The amounts in this subsection are provided solely for contracted  
4 education coordinators to assist foster children in succeeding in K-12  
5 and higher education systems and to assure a focus on education during  
6 the transition to performance based contracts. Funding shall be  
7 prioritized to regions with high numbers of foster care youth and/or  
8 regions where backlogs of youth that have formerly requested  
9 educational outreach services exist. The department shall utilize  
10 private matching funds to maintain educational advocacy services.

11 (5) \$670,000 of the general fund--state appropriation for fiscal  
12 year 2012 and \$670,000 of the general fund--state appropriation for  
13 fiscal year 2013 are provided solely for services provided through  
14 children's advocacy centers.

15 (6) To ensure expenditures remain within available funds  
16 appropriated in this section as required by RCW 74.13A.005 and  
17 74.13A.020, the secretary shall not set the amount of any adoption  
18 assistance payment or payments, made pursuant to RCW 26.33.320 and  
19 74.13A.005 through 74.13A.080, to more than ninety percent of the  
20 foster care maintenance payment for that child had he or she remained  
21 in a foster family home during the same period. This subsection does  
22 not apply to adoption assistance agreements in existence on the  
23 effective date of this section.

24 (7) \$10,741,000 of the home security fund--state appropriation is  
25 provided solely for the department to contract for services pursuant to  
26 RCW 13.32A.030 and 74.15.220. The department shall contract and  
27 collaborate with service providers in a manner that maintains the  
28 availability and geographic representation of secure and semi-secure  
29 crisis residential centers and HOPE centers. To achieve efficiencies  
30 and increase utilization, the department shall allow the co-location of  
31 these centers, except that a youth may not be placed in a secure  
32 facility or the secure portion of a co-located facility except as  
33 specifically authorized by chapter 13.32A RCW. The reductions to  
34 appropriations in this subsection related to semi-secure crisis  
35 residential centers reflect a reduction to the number of beds for semi-  
36 secure crisis residential centers and not a reduction in rates. Any  
37 secure crisis residential center or semi-secure crisis residential  
38 center bed reduction shall not be based solely upon bed utilization.

1 The department is to exercise its discretion in reducing the number of  
2 beds but to do so in a manner that maintains availability and  
3 geographic representation of semi-secure and secure crisis residential  
4 centers.

5 (8) \$47,000 of the general fund--state appropriation for fiscal  
6 year 2012, \$14,000 of the general fund--state appropriation for fiscal  
7 year 2013, and \$40,000 of the general fund--federal appropriation are  
8 provided solely to implement Substitute House Bill No. 1697 (dependency  
9 system). If the bill is not enacted by June 30, 2011, the amounts  
10 provided in this subsection shall lapse.

11 (9) \$564,000 of the general fund--federal appropriation is provided  
12 solely to implement Second Substitute House Bill No. 1128 (extended  
13 foster care). If the bill is not enacted by June 30, 2011, the amount  
14 provided in this subsection shall lapse.

15 (10) \$799,000 of the general fund--state appropriation for fiscal  
16 year 2013 and \$799,000 of the general fund--federal appropriation are  
17 provided solely for the implementation of Engrossed Second Substitute  
18 House Bill No. 2264 (child welfare/contracting). If the bill is not  
19 enacted by June 30, 2012, the amounts provided in this subsection shall  
20 lapse.

21 (11) \$178,000 of the general fund--federal appropriation is  
22 provided solely for the implementation of Engrossed Second Substitute  
23 House Bill No. 2592 (extended foster care). If the bill is not enacted  
24 by June 30, 2012, the amount provided in this subsection shall lapse.

25 (12) \$616,000 of the general fund--state appropriation for fiscal  
26 year 2013 and \$616,000 of the general fund--federal appropriation are  
27 provided solely for the implementation of Engrossed Substitute Senate  
28 Bill No. 6555 (child protective services). If the bill is not enacted  
29 by June 30, 2012, the amounts provided in this subsection shall lapse.

30 **Sec. 1203.** 2012 2nd sp.s. c 7 s 203 (uncodified) is amended to  
31 read as follows:

32 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--JUVENILE**  
33 **REHABILITATION PROGRAM**

|    |   |                           |
|----|---|---------------------------|
| 34 | General Fund--State Appropriation (FY 2012) . . . . . | \$85,723,000              |
| 35 | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$85,258,000)</del> |
| 36 |   | <u>\$85,477,000</u>       |
| 37 | General Fund--Federal Appropriation . . . . .         | <del>(\$3,809,000)</del>  |

|   |  |                                |
|---|--|--------------------------------|
| 1 |  | <u>\$3,808,000</u>             |
| 2 | General Fund--Private/Local Appropriation . . . . .  | (( <del>\$1,903,000</del> ))   |
| 3 |  | <u>\$1,904,000</u>             |
| 4 | Washington Auto Theft Prevention Authority Account-- |                                |
| 5 | State Appropriation . . . . .                        | \$196,000                      |
| 6 | Juvenile Accountability Incentive Account--Federal   |                                |
| 7 | Appropriation . . . . .                              | \$2,801,000                    |
| 8 | TOTAL APPROPRIATION . . . . .                        | (( <del>\$179,690,000</del> )) |
| 9 |  | <u>\$179,909,000</u>           |

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

12       (1) \$331,000 of the general fund--state appropriation for fiscal  
13 year 2012 and \$331,000 of the general fund--state appropriation for  
14 fiscal year 2013 are provided solely for deposit in the county criminal  
15 justice assistance account for costs to the criminal justice system  
16 associated with the implementation of chapter 338, Laws of 1997  
17 (juvenile code revisions). The amounts provided in this subsection are  
18 intended to provide funding for county adult court costs associated  
19 with the implementation of chapter 338, Laws of 1997 and shall be  
20 distributed in accordance with RCW 82.14.310.

21       (2) \$2,716,000 of the general fund--state appropriation for fiscal  
22 year 2012 and \$2,716,000 of the general fund--state appropriation for  
23 fiscal year 2013 are provided solely for the implementation of chapter  
24 338, Laws of 1997 (juvenile code revisions). The amounts provided in  
25 this subsection are intended to provide funding for county impacts  
26 associated with the implementation of chapter 338, Laws of 1997 and  
27 shall be distributed to counties as prescribed in the current  
28 consolidated juvenile services (CJS) formula.

29       (3) \$3,482,000 of the general fund--state appropriation for fiscal  
30 year 2012 and \$3,482,000 of the general fund--state appropriation for  
31 fiscal year 2013 are provided solely to implement community juvenile  
32 accountability grants pursuant to chapter 338, Laws of 1997 (juvenile  
33 code revisions). Funds provided in this subsection may be used solely  
34 for community juvenile accountability grants, administration of the  
35 grants, and evaluations of programs funded by the grants.

36       (4) \$1,130,000 of the general fund--state appropriation for fiscal  
37 year 2012 and \$1,130,000 of the general fund--state appropriation for  
38 fiscal year 2013 are provided solely to implement alcohol and substance

1 abuse treatment programs for locally committed offenders. The juvenile  
2 rehabilitation administration shall award these moneys on a competitive  
3 basis to counties that submitted a plan for the provision of services  
4 approved by the division of alcohol and substance abuse. The juvenile  
5 rehabilitation administration shall develop criteria for evaluation of  
6 plans submitted and a timeline for awarding funding and shall assist  
7 counties in creating and submitting plans for evaluation.

8 (5) \$3,123,000 of the general fund--state appropriation for fiscal  
9 year 2012 and \$3,123,000 of the general fund--state appropriation for  
10 fiscal year 2013 are provided solely for grants to county juvenile  
11 courts for the following programs identified by the Washington state  
12 institute for public policy (institute) in its October 2006 report:  
13 "Evidence-Based Public Policy Options to Reduce Future Prison  
14 Construction, Criminal Justice Costs and Crime Rates": Functional  
15 family therapy, multi-systemic therapy, aggression replacement training  
16 and interagency coordination programs, or other programs with a  
17 positive benefit-cost finding in the institute's report. County  
18 juvenile courts shall apply to the juvenile rehabilitation  
19 administration for funding for program-specific participation and the  
20 administration shall provide grants to the courts consistent with the  
21 per-participant treatment costs identified by the institute.

22 (6) \$1,537,000 of the general fund--state appropriation for fiscal  
23 year 2012 and \$1,537,000 of the general fund--state appropriation for  
24 fiscal year 2013 are provided solely for expansion of the following  
25 treatments and therapies in juvenile rehabilitation administration  
26 programs identified by the Washington state institute for public policy  
27 in its October 2006 report: "Evidence-Based Public Policy Options to  
28 Reduce Future Prison Construction, Criminal Justice Costs and Crime  
29 Rates": Multidimensional treatment foster care, family integrated  
30 transitions, and aggression replacement training, or other programs  
31 with a positive benefit-cost finding in the institute's report. The  
32 administration may concentrate delivery of these treatments and  
33 therapies at a limited number of programs to deliver the treatments in  
34 a cost-effective manner.

35 (7)(a) The juvenile rehabilitation administration shall administer  
36 a block grant, rather than categorical funding, of consolidated  
37 juvenile service funds, community juvenile accountability act grants,  
38 the chemical dependency disposition alternative funds, the mental



1 health disposition alternative, and the sentencing disposition  
2 alternative for the purpose of serving youth adjudicated in the  
3 juvenile justice system. In making the block grant, the juvenile  
4 rehabilitation administration shall follow the following formula and  
5 will prioritize evidence-based programs and disposition alternatives  
6 and take into account juvenile courts program-eligible youth in  
7 conjunction with the number of youth served in each approved evidence-  
8 based program or disposition alternative: (i) Thirty-seven and one-  
9 half percent for the at-risk population of youth ten to seventeen years  
10 old; (ii) fifteen percent for moderate and high-risk youth; (iii)  
11 twenty-five percent for evidence-based program participation; (iv)  
12 seventeen and one-half percent for minority populations; (v) three  
13 percent for the chemical dependency disposition alternative; and (vi)  
14 two percent for the mental health and sentencing dispositional  
15 alternatives. Funding for the special sex offender disposition  
16 alternative (SSODA) shall not be included in the block grant, but  
17 allocated on the average daily population in juvenile courts. Funding  
18 for the evidence-based expansion grants shall be excluded from the  
19 block grant formula. Funds may be used for promising practices when  
20 approved by the juvenile rehabilitation administration and juvenile  
21 courts, through the community juvenile accountability act committee,  
22 based on the criteria established in consultation with Washington state  
23 institute for public policy and the juvenile courts.

24 (b) The juvenile rehabilitation administration shall phase the  
25 implementation of the formula provided in subsection (1) of this  
26 section by including a stop-loss formula of five percent in fiscal year  
27 2012 and five percent in fiscal year 2013.

28 (c) The juvenile rehabilitation administration and the juvenile  
29 courts shall establish a block grant funding formula oversight  
30 committee with equal representation from the juvenile rehabilitation  
31 administration and the juvenile courts. The purpose of this committee  
32 is to assess the ongoing implementation of the block grant funding  
33 formula, utilizing data-driven decision making and the most current  
34 available information. The committee will be cochaired by the juvenile  
35 rehabilitation administration and the juvenile courts, who will also  
36 have the ability to change members of the committee as needed to  
37 achieve its purpose. Initial members will include one juvenile court  
38 representative from the finance committee, the community juvenile

1 accountability act committee, the risk assessment quality assurance  
2 committee, the executive board of the Washington association of  
3 juvenile court administrators, the Washington state center for court  
4 research, and a representative of the superior court judges  
5 association; two representatives from the juvenile rehabilitation  
6 administration headquarters program oversight staff, two  
7 representatives of the juvenile rehabilitation administration regional  
8 office staff, one representative of the juvenile rehabilitation  
9 administration fiscal staff and a juvenile rehabilitation  
10 administration division director. The committee may make changes to  
11 the formula categories other than the evidence-based program and  
12 disposition alternative categories if it is determined the changes will  
13 increase statewide service delivery or effectiveness of evidence-based  
14 program or disposition alternative resulting in increased cost benefit  
15 savings to the state. Long-term cost benefit must be considered.  
16 Percentage changes may occur in the evidence-based program or  
17 disposition alternative categories of the formula should it be  
18 determined the changes will increase evidence-based program or  
19 disposition alternative delivery and increase the cost benefit to the  
20 state. These outcomes will also be considered in determining when  
21 evidence-based expansion or special sex offender disposition  
22 alternative funds should be included in the block grant or left  
23 separate.

24 (d) The juvenile courts and administrative office of the courts  
25 shall be responsible for collecting and distributing information and  
26 providing access to the data systems to the juvenile rehabilitation  
27 administration and the Washington state institute for public policy  
28 related to program and outcome data. The juvenile rehabilitation  
29 administration and the juvenile courts will work collaboratively to  
30 develop program outcomes that reinforce the greatest cost benefit to  
31 the state in the implementation of evidence-based practices and  
32 disposition alternatives.

33 (8) The juvenile courts and administrative office of the courts  
34 shall collect and distribute information related to program outcome and  
35 provide access to these data systems to the juvenile rehabilitation  
36 administration and Washington state institute for public policy.  
37 Consistent with chapter 13.50 RCW, all confidentiality agreements  
38 necessary to implement this information-sharing shall be approved

1 within 30 days of the effective date of this section. The agreements  
2 between administrative office of the courts, the juvenile courts, and  
3 the juvenile rehabilitation administration shall be executed to ensure  
4 that the juvenile rehabilitation administration receives the data that  
5 the juvenile rehabilitation administration identifies as needed to  
6 comply with this subsection. This includes, but is not limited to,  
7 information by program at the statewide aggregate level, individual  
8 court level, and individual client level for the purpose of the  
9 juvenile rehabilitation administration providing quality assurance and  
10 oversight for the locally committed youth block grant and associated  
11 funds and at times as specified by the juvenile rehabilitation  
12 administration as necessary to carry out these functions. The data  
13 shall be provided in a manner that reflects the collaborative work the  
14 juvenile rehabilitation administration and juvenile courts have  
15 developed regarding program outcomes that reinforce the greatest cost  
16 benefit to the state in the implementation of evidence-based practices  
17 and disposition alternatives.

18 (9) The Washington association of juvenile court administrators and  
19 the juvenile rehabilitation administration, in consultation with the  
20 community juvenile accountability act advisory committee and the  
21 Washington state institute for public policy, shall analyze and review  
22 data elements available from the administrative office of the courts  
23 for possible integration into the evidence-based program quality  
24 assurance plans and processes. The administrative office of the  
25 courts, the Washington association of juvenile court administrators,  
26 and the juvenile rehabilitation administration shall provide  
27 information necessary to complete the review and analysis. The  
28 Washington association of juvenile court administrators and the  
29 juvenile rehabilitation administration shall report the findings of  
30 their review and analysis, as well as any recommendations, to the  
31 legislature by December 1, 2012.

32 **Sec. 1204.** 2012 2nd sp.s. c 7 s 204 (uncodified) is amended to  
33 read as follows:

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

36 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS  
37 General Fund--State Appropriation (FY 2012) . . . . . \$317,734,000

|   |   |                                  |
|---|---|----------------------------------|
| 1 | General Fund--State Appropriation (FY 2013) . . . . . | (( <del>\$324,319,000</del> ))   |
| 2 |   | <u>\$321,609,000</u>             |
| 3 | General Fund--Federal Appropriation . . . . .         | (( <del>\$449,593,000</del> ))   |
| 4 |   | <u>\$446,619,000</u>             |
| 5 | General Fund--Private/Local Appropriation . . . . .   | \$17,864,000                     |
| 6 | Hospital Safety Net Assessment Fund--State            |                                  |
| 7 | Appropriation . . . . .                               | \$5,251,000                      |
| 8 | TOTAL APPROPRIATION . . . . .                         | (( <del>\$1,114,761,000</del> )) |
| 9 |   | <u>\$1,109,077,000</u>           |

10       The appropriations in this subsection are subject to the following  
11 conditions and limitations:

12       (a) \$109,342,000 of the general fund--state appropriation for  
13 fiscal year 2012 and \$109,341,000 of the general fund--state  
14 appropriation for fiscal year 2013 are provided solely for persons and  
15 services not covered by the medicaid program. This is a reduction of  
16 \$4,348,000 each fiscal year from the nonmedicaid funding that was  
17 allocated for expenditure by regional support networks during fiscal  
18 year 2011 prior to supplemental budget reductions. This \$4,348,000  
19 reduction shall be distributed among regional support networks  
20 proportional to each network's share of the total state population. To  
21 the extent possible, levels of regional support network spending shall  
22 be maintained in the following priority order: (i) Crisis and  
23 commitment services; (ii) community inpatient services; and (iii)  
24 residential care services, including personal care and emergency  
25 housing assistance.

26       (b) \$6,590,000 of the general fund--state appropriation for fiscal  
27 year 2012, \$6,590,000 of the general fund--state appropriation for  
28 fiscal year 2013, and \$7,620,000 of the general fund--federal  
29 appropriation are provided solely for the department and regional  
30 support networks to continue to contract for implementation of high-  
31 intensity programs for assertive community treatment (PACT) teams. In  
32 determining the proportion of medicaid and nonmedicaid funding provided  
33 to regional support networks with PACT teams, the department shall  
34 consider the differences between regional support networks in the  
35 percentages of services and other costs associated with the teams that  
36 are not reimbursable under medicaid. The department may allow regional  
37 support networks which have nonmedicaid reimbursable costs that are  
38 higher than the nonmedicaid allocation they receive under this section

1 to supplement these funds with local dollars or funds received under  
2 section 204(1)(a) of this act. The department and regional support  
3 networks shall maintain consistency with all essential elements of the  
4 PACT evidence-based practice model in programs funded under this  
5 section.

6 (c) \$5,850,000 of the general fund--state appropriation for fiscal  
7 year 2012, \$5,850,000 of the general fund--state appropriation for  
8 fiscal year 2013, and \$1,300,000 of the general fund--federal  
9 appropriation are provided solely for the western Washington regional  
10 support networks to provide either community- or hospital campus-based  
11 services for persons who require the level of care previously provided  
12 by the program for adaptive living skills (PALS) at western state  
13 hospital.

14 (d) The number of nonforensic beds allocated for use by regional  
15 support networks at eastern state hospital shall be 192 per day. The  
16 number of nonforensic beds allocated for use by regional support  
17 networks at western state hospital shall be 557 per day.

18 (e) From the general fund--state appropriations in this subsection,  
19 the secretary of social and health services shall assure that regional  
20 support networks reimburse the aging and disability services  
21 administration for the general fund--state cost of medicaid personal  
22 care services that enrolled regional support network consumers use  
23 because of their psychiatric disability.

24 ~~((g))~~ (f) The department is authorized to continue to contract  
25 directly, rather than through contracts with regional support networks,  
26 for children's long-term inpatient facility services.

27 ~~((h))~~ (g) \$750,000 of the general fund--state appropriation for  
28 fiscal year 2012 and \$750,000 of the general fund--state appropriation  
29 for fiscal year 2013 are provided solely to continue performance-based  
30 incentive contracts to provide appropriate community support services  
31 for individuals with severe mental illness who were discharged from the  
32 state hospitals as part of the expanding community services initiative.  
33 These funds will be used to enhance community residential and support  
34 services provided by regional support networks through other state and  
35 federal funding.

36 ~~((i))~~ (h) \$1,125,000 of the general fund--state appropriation for  
37 fiscal year 2012 and \$1,125,000 of the general fund--state

1 appropriation for fiscal year 2013 are provided solely for the Spokane  
2 regional support network to implement services to reduce utilization  
3 and the census at eastern state hospital. Such services shall include:

4 (i) High intensity treatment team for persons who are high  
5 utilizers of psychiatric inpatient services, including those with co-  
6 occurring disorders and other special needs;

7 (ii) Crisis outreach and diversion services to stabilize in the  
8 community individuals in crisis who are at risk of requiring inpatient  
9 care or jail services;

10 (iii) Mental health services provided in nursing facilities to  
11 individuals with dementia, and consultation to facility staff treating  
12 those individuals; and

13 (iv) Services at the sixteen-bed evaluation and treatment facility.

14 At least annually, the Spokane regional support network shall  
15 assess the effectiveness of these services in reducing utilization at  
16 eastern state hospital, identify services that are not optimally  
17 effective, and modify those services to improve their effectiveness.

18 ~~((+j))~~ (i) \$1,529,000 of the general fund--state appropriation for  
19 fiscal year 2012 and \$1,529,000 of the general fund--state  
20 appropriation for fiscal year 2013 are provided solely to reimburse  
21 Pierce and Spokane counties for the cost of conducting 180-day  
22 commitment hearings at the state psychiatric hospitals.

23 ~~((+k))~~ (j) Regional support networks may use local funds to earn  
24 additional federal medicaid match, provided the locally matched rate  
25 does not exceed the upper-bound of their federally allowable rate  
26 range, and provided that the enhanced funding is used only to provide  
27 medicaid state plan or waiver services to medicaid clients.  
28 Additionally, regional support networks may use a portion of the state  
29 funds allocated in accordance with (a) of this subsection to earn  
30 additional medicaid match, but only to the extent that the application  
31 of such funds to medicaid services does not diminish the level of  
32 crisis and commitment, community inpatient, residential care, and  
33 outpatient services presently available to persons not eligible for  
34 medicaid.

35 ~~((+l))~~ (k) Given the recent approval of federal medicaid matching  
36 funds for the disability lifeline and the alcohol and drug abuse  
37 treatment support act programs, the department shall charge regional

1 support networks for only the state share rather than the total cost of  
2 community psychiatric hospitalization for persons enrolled in those  
3 programs.

4 ~~((m))~~ (l) \$750,000 of the general fund--state appropriation for  
5 fiscal year 2012, \$750,000 of the general fund--state appropriation for  
6 fiscal year 2013, and \$1,500,000 of the general fund--federal  
7 appropriation are provided solely to adjust regional support network  
8 capitation rates to account for the per diem rates actually paid for  
9 psychiatric care provided at hospitals participating in the certified  
10 public expenditure program operated pursuant to section 213 of this  
11 act.

12 ~~((n))~~ (m) The appropriations in this section reflect efficiencies  
13 to be achieved through voluntary consolidation of regional support  
14 networks in accordance with Substitute House Bill No. 2139 (regional  
15 support networks). Voluntary consolidation of regional support  
16 networks is expected to result in administrative efficiencies and  
17 maximize dollars available for direct services to individuals with  
18 mental illnesses without corresponding increases in state  
19 appropriations.

20 (2) INSTITUTIONAL SERVICES

|    |   |                            |
|----|---|----------------------------|
| 21 | General Fund--State Appropriation (FY 2012) . . . . . | \$115,017,000              |
| 22 | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$112,603,000)</del> |
| 23 |   | <u>\$118,883,000</u>       |
| 24 | General Fund--Federal Appropriation . . . . .         | <del>(\$153,618,000)</del> |
| 25 |   | <u>\$152,917,000</u>       |
| 26 | General Fund--Private/Local Appropriation . . . . .   | <del>(\$67,325,000)</del>  |
| 27 |   | <u>\$64,555,000</u>        |
| 28 | TOTAL APPROPRIATION . . . . .                         | <del>(\$448,563,000)</del> |
| 29 |   | <u>\$451,372,000</u>       |

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

32 (a) The state psychiatric hospitals may use funds appropriated in  
33 this subsection to purchase goods and supplies through hospital group  
34 purchasing organizations when it is cost-effective to do so.

35 (b) \$231,000 of the general fund--state appropriation for fiscal  
36 year 2012 and \$231,000 of the general fund--state appropriation for  
37 fiscal year 2013 are provided solely for a community partnership  
38 between western state hospital and the city of Lakewood to support

1 community policing efforts in the Lakewood community surrounding  
2 western state hospital. The amounts provided in this subsection (2)(b)  
3 are for the salaries, benefits, supplies, and equipment for one full-  
4 time investigator, one full-time police officer, and one full-time  
5 community service officer at the city of Lakewood.

6 (c) \$45,000 of the general fund--state appropriation for fiscal  
7 year 2012 and \$45,000 of the general fund--state appropriation for  
8 fiscal year 2013 are provided solely for payment to the city of  
9 Lakewood for police services provided by the city at western state  
10 hospital and adjacent areas.

11 (d) \$20,000,000 of the general fund--state appropriation for fiscal  
12 year 2012 and \$20,000,000 of the general fund--state appropriation for  
13 fiscal year 2013 are provided solely to maintain staffed capacity to  
14 serve an average daily census in forensic wards at western state  
15 hospital of 270 patients per day.

16 (e) The appropriations in this section reflect efficiencies to be  
17 achieved through enactment of Substitute Senate Bill No. 6492  
18 (competency to stand trial). These efficiencies are expected to enable  
19 the hospitals to substantially increase the timeliness with which  
20 evaluations of defendant competency to stand trial are completed, and  
21 treatment to restore competency is initiated, without corresponding  
22 increases in state appropriations.

23 (3) SPECIAL PROJECTS

|    |   |                          |
|----|---|--------------------------|
| 24 | General Fund--State Appropriation (FY 2012) . . . . . | \$1,148,000              |
| 25 | General Fund--State Appropriation (FY 2013) . . . . . | \$1,276,000              |
| 26 | General Fund--Federal Appropriation . . . . .         | <del>(\$4,198,000)</del> |
| 27 |   | <u>\$5,198,000</u>       |
| 28 | General Fund--Private/Local Appropriation . . . . .   | \$700,000                |
| 29 | TOTAL APPROPRIATION . . . . .                         | <del>(\$7,322,000)</del> |
| 30 |   | <u>\$8,322,000</u>       |

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

33 (a) \$1,161,000 of the general fund--state appropriation for fiscal  
34 year 2012 and \$1,161,000 of the general fund--state appropriation for  
35 fiscal year 2013 are provided solely for children's evidence-based  
36 mental health services. Funding is sufficient to continue serving  
37 children at the same levels as fiscal year 2009.



1 (b) \$700,000 of the general fund--private/local appropriation is  
 2 provided solely for the University of Washington's evidence-based  
 3 practice institute which supports the identification, evaluation, and  
 4 implementation of evidence-based or promising practices for serving  
 5 children and youth with mental health disorders. The department shall  
 6 enter into an interagency agreement with the office of the attorney  
 7 general for expenditure of \$700,000 of the state's proceeds of the *cy*  
 8 *pres* settlement in *State of Washington v. AstraZeneca (Seroquel)* for  
 9 this purpose.

10 (c) \$135,000 of the general fund--state appropriation for fiscal  
 11 year 2013 and \$89,000 of the general fund--federal appropriation are  
 12 provided solely for the department to contract with the University of  
 13 Washington's evidence-based practice institute and the Washington state  
 14 institute for public policy to consult with the department and the  
 15 health care authority on the implementation of Engrossed Second  
 16 Substitute House Bill No. 2536 (children services/delivery). The  
 17 department's programs responsible for administration of mental health,  
 18 child welfare, and juvenile justice programs will coordinate with the  
 19 health care authority on the development of contract terms which  
 20 facilitate efforts to meet requirements of the bill. If Engrossed  
 21 Second Substitute House Bill No. 2536 (children services/delivery) is  
 22 not enacted by June 30, 2012, the amounts provided in this subsection  
 23 shall lapse.

24 (4) PROGRAM SUPPORT

|    |   |                           |
|----|---|---------------------------|
| 25 | General Fund--State Appropriation (FY 2012) . . . . . | \$4,482,000               |
| 26 | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$4,247,000)</del>  |
| 27 |   | <u>\$4,161,000</u>        |
| 28 | General Fund--Federal Appropriation . . . . .         | <del>(\$7,210,000)</del>  |
| 29 |   | <u>\$7,128,000</u>        |
| 30 | General Fund--Private/Local Appropriation . . . . .   | \$446,000                 |
| 31 | TOTAL APPROPRIATION . . . . .                         | <del>(\$16,385,000)</del> |
| 32 |   | <u>\$16,217,000</u>       |

33 (a) The appropriations in this subsection are subject to the  
 34 following conditions and limitations: In accordance with RCW  
 35 43.20B.110, 43.135.055, and 71.24.035, the department is authorized to  
 36 increase license and certification fees in fiscal years 2012 and 2013  
 37 to support the costs of the regulatory program. The fee schedule  
 38 increases must be developed so that the maximum amount of additional

1 fees paid by providers statewide in the 2011-2013 fiscal biennium is  
 2 \$446,000. The department's fee schedule shall have differential rates  
 3 for providers with proof of accreditation from organizations that the  
 4 department has determined to have substantially equivalent standards to  
 5 those of the department, including but not limited to the joint  
 6 commission on accreditation of health care organizations, the  
 7 commission on accreditation of rehabilitation facilities, and the  
 8 council on accreditation. To reflect the reduced costs associated with  
 9 regulation of accredited programs, the department's fees for  
 10 organizations with such proof of accreditation must reflect the lower  
 11 costs of licensing for these programs than for other organizations  
 12 which are not accredited.

13 (b) \$19,000 of the general fund--state appropriation for fiscal  
 14 year 2012, \$17,000 of the general fund--state appropriation for fiscal  
 15 year 2013, and \$34,000 of the general fund--federal appropriation are  
 16 provided solely to support a partnership among the department of social  
 17 and health services, the department of health, and agencies that  
 18 deliver medical care and behavioral health services in Cowlitz county.  
 19 The partnership shall identify and recommend strategies for resolving  
 20 regulatory, licensing, data management, reporting, and funding barriers  
 21 to more effective integration of primary medical and behavioral health  
 22 care services in the county.

23 **Sec. 1205.** 2012 2nd sp.s. c 7 s 205 (uncodified) is amended to  
 24 read as follows:

25 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--DEVELOPMENTAL**  
 26 **DISABILITIES PROGRAM**

27 (1) COMMUNITY SERVICES

|    |   |                                  |
|----|---|----------------------------------|
| 28 | General Fund--State Appropriation (FY 2012) . . . . . | \$405,412,000                    |
| 29 | General Fund--State Appropriation (FY 2013) . . . . . | <del>(( \$420,327,000 ))</del>   |
| 30 |   | <u>\$411,082,000</u>             |
| 31 | General Fund--Federal Appropriation . . . . .         | <del>(( \$752,059,000 ))</del>   |
| 32 |   | <u>\$745,033,000</u>             |
| 33 | General Fund--Private/Local Appropriation . . . . .   | \$184,000                        |
| 34 | TOTAL APPROPRIATION . . . . .                         | <del>(( \$1,577,982,000 ))</del> |
| 35 |   | <u>\$1,561,711,000</u>           |

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

1 (a) Individuals receiving services as supplemental security income  
2 (SSI) state supplemental payments shall not become eligible for medical  
3 assistance under RCW 74.09.510 due solely to the receipt of SSI state  
4 supplemental payments.

5 (b) Amounts appropriated in this subsection reflect a reduction to  
6 funds appropriated for in-home care. The department shall reduce the  
7 number of in-home hours authorized. The reduction shall be scaled  
8 based on the acuity level of care recipients. The largest hour  
9 reductions shall be to lower acuity patients and the smallest hour  
10 reductions shall be to higher acuity patients.

11 (c) Amounts appropriated in this subsection are sufficient to  
12 develop and implement the use of a consistent, statewide outcome-based  
13 vendor contract for employment and day services by July 1, 2012. The  
14 rates paid to vendors under this contract shall also be made  
15 consistent. In its description of activities the agency shall include  
16 activity listings and dollars appropriated for: Employment services,  
17 day services, child development services and county administration of  
18 services to the developmentally disabled. The department shall begin  
19 reporting to the office of financial management on these activities  
20 beginning in fiscal year 2010.

21 (d) \$944,000 of the general fund--state appropriation for fiscal  
22 year 2012, \$944,000 of the general fund--state appropriation for fiscal  
23 year 2013, and \$1,888,000 of the general fund--federal appropriation  
24 are provided solely for state contributions for individual provider  
25 health care benefits. Pursuant to the collective bargaining agreement  
26 negotiated with the exclusive bargaining representative of individual  
27 providers established under RCW 74.39A.270, the state shall contribute  
28 to the multiemployer health benefits trust fund \$2.21 per paid hour  
29 worked by individual providers.

30 (e) \$1,329,000 of the general fund--state appropriation for fiscal  
31 year 2012, \$1,622,000 of the general fund--state appropriation for  
32 fiscal year 2013, and \$2,947,000 of the general fund--federal  
33 appropriation are provided solely for the state's contribution to the  
34 training partnership, as provided in RCW 74.39A.360, for instructional  
35 costs associated with the training of individual providers.  
36 Contributions are funded at \$0.22 per benefit-eligible paid hour worked  
37 by all home care workers. Expenditures for the purposes specified in  
38 this subsection shall not exceed the amounts provided in this

1 subsection. However, if the governor and the service employees  
2 international union healthcare 775nw can reach agreement on repurposing  
3 funding that is currently provided in the individual provider  
4 collective bargaining agreement for new individual provider wages paid  
5 during training or other training related items, then expenditures for  
6 training trust contributions for individual providers may include the  
7 amounts provided in this subsection and the agreed upon repurposed  
8 funding. Funding in this section for purposes other than the  
9 individual provider collective bargaining agreement cannot be used for  
10 the purposes of this subsection (1)(e). It is the intent of the  
11 legislature that the funding provided in this subsection, including any  
12 repurposed funding, is sufficient to cover the costs of individual  
13 provider training and therefore tuition or other entrance fees are not  
14 necessary.

15 (f) (~~(\$104,669,000)~~) \$107,538,000 of the general fund--state  
16 appropriation for fiscal year 2013 and (~~(\$104,669,000)~~) \$107,535,000 of  
17 the general fund--federal appropriation are provided solely for the  
18 department to provide personal care services to waiver and nonwaiver  
19 in-home clients. The department shall provide the legislature with a  
20 report by December 5, 2012, on the feasibility of converting the  
21 medicaid personal care program for in-home adults to a medicaid program  
22 as found in section 1915(i) of the federal social security act that  
23 utilizes the option for self-direction of individualized budgets. The  
24 department shall operate the personal care program within the amounts  
25 specifically provided.

26 (g)(i) Within the amounts appropriated in this subsection, the  
27 department shall revise the current working age adult policy to allow  
28 clients to choose between employment and community access activities.  
29 Clients age 21 and older who are receiving services through a home- and  
30 community-based medicaid waiver shall be offered the choice to  
31 transition to a community access program after nine months of  
32 enrollment in an employment program, and the option to transition from  
33 a community access program to an employment program at any time. The  
34 department shall inform clients and their legal representatives of all  
35 available options for employment and day services. Information  
36 provided to the client and the client's legal representative shall  
37 include the types of activities each service option provides, and the  
38 amount, scope, and duration of service for which the client would be

1 eligible under each service option. An individual client may be  
2 authorized for only one service option, either employment services or  
3 community access services. Clients may not participate in more than  
4 one of these services at any given time.

5 (ii) The department shall work with counties and stakeholders to  
6 strengthen and expand the existing community access program. The  
7 program must emphasize support for the client so they are able to  
8 participate in activities that integrate them into their community and  
9 support independent living and skills.

10 (iii) The appropriation in this subsection includes funding to  
11 provide employment or community access services to 168 medicaid  
12 eligible young adults with developmental disabilities living with their  
13 families who need employment opportunities and assistance after high  
14 school graduation.

15 (h) \$75,000 of the general fund--state appropriation for fiscal  
16 year 2012 and \$75,000 of the general fund--state appropriation for  
17 fiscal year 2013 are provided solely for the restoration of direct  
18 support to local organizations that utilize parent-to-parent networks  
19 and communication to promote access and quality of care for individuals  
20 with developmental disabilities and their families.

21 (i) In accordance with Engrossed Substitute House Bill No. 1277  
22 (licensed settings for vulnerable adults), adult family home license  
23 fees are increased in fiscal years 2012 and 2013 to support the costs  
24 of conducting licensure, inspection, and regulatory programs.

25 (i) The current annual renewal license fee for adult family homes  
26 shall be increased to \$100 per bed beginning in fiscal year 2012 and  
27 \$175 per bed beginning in fiscal year 2013. Adult family homes shall  
28 receive a corresponding vendor rate increase per medicaid patient day  
29 of \$0.22 in fiscal year 2012 and \$0.43 in fiscal year 2013, or the  
30 amount necessary to fully fund the license fee increase for publicly  
31 funded beds, pursuant to the most recent bed estimates maintained by  
32 the department.

33 (ii) Beginning in fiscal year 2012, a processing fee of \$2,750  
34 shall be charged to each adult family home when the home is initially  
35 licensed. This fee is nonrefundable.

36 (j) Clients with developmental disabilities have demonstrated a  
37 need and a desire for a day services program as verified by over 900  
38 clients currently accessing day programs through a long-term care

1 service model. In addition, every individual, to include those with a  
2 developmental disability, should have the opportunity for meaningful  
3 employment which allows them to contribute to their communities and to  
4 become as self-sufficient as possible. Providing choice empowers  
5 recipients of publicly funded services and their families by expanding  
6 their degree of control over the services and supports they need.

7 The department shall work with legislators and stakeholders to  
8 develop a new approach to employment and day services. The objective  
9 of this plan is to ensure that adults with developmental disabilities  
10 have optimum choices, and that employment and day offerings are  
11 comprehensive enough to meet the needs of all clients currently served  
12 on a home and community based waiver. The proposal shall be submitted  
13 to the 2012 legislature for consideration and shall be constructed such  
14 that a client ultimately receives employment, community access, or the  
15 community day option but not more than one service at a time. The  
16 proposal shall include options for program efficiencies within the  
17 current employment and day structure and shall provide details on the  
18 plan to implement a consistent, statewide outcome-based vendor contract  
19 for employment and day services as specified in (c) of this subsection.

20 (2) INSTITUTIONAL SERVICES

|    |   |           |                            |
|----|---|-----------|----------------------------|
| 21 | General Fund--State Appropriation (FY 2012) | . . . . . | \$75,436,000               |
| 22 | General Fund--State Appropriation (FY 2013) | . . . . . | <del>(\$80,356,000)</del>  |
| 23 |   |           | <u>\$78,154,000</u>        |
| 24 | General Fund--Federal Appropriation         | . . . . . | <del>(\$153,570,000)</del> |
| 25 |   |           | <u>\$152,963,000</u>       |
| 26 | General Fund--Private/Local Appropriation   | . . . . . | \$22,043,000               |
| 27 | TOTAL APPROPRIATION                         | . . . . . | <del>(\$331,405,000)</del> |
| 28 |   |           | <u>\$328,596,000</u>       |

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

31 (a) Individuals receiving services as supplemental security income  
32 (SSI) state supplemental payments shall not become eligible for medical  
33 assistance under RCW 74.09.510 due solely to the receipt of SSI state  
34 supplemental payments.

35 (b) \$721,000 of the general fund--state appropriation for fiscal  
36 year 2012 and \$721,000 of the general fund--state appropriation for  
37 fiscal year 2013 are for the department to fulfill its contracts with  
38 the school districts under chapter 28A.190 RCW to provide

1 transportation, building space, and other support services as are  
2 reasonably necessary to support the educational programs of students  
3 living in residential habilitation centers.

4 (3) PROGRAM SUPPORT

|    |   |                          |
|----|---|--------------------------|
| 5  | General Fund--State Appropriation (FY 2012) . . . . . | \$1,382,000              |
| 6  | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$1,366,000)</del> |
| 7  |   | <u>\$1,759,000</u>       |
| 8  | General Fund--Federal Appropriation . . . . .         | <del>(\$1,319,000)</del> |
| 9  |   | <u>\$1,519,000</u>       |
| 10 | TOTAL APPROPRIATION . . . . .                         | <del>(\$4,067,000)</del> |
| 11 |   | <u>\$4,660,000</u>       |

12 (4) SPECIAL PROJECTS

|    |   |                           |
|----|---|---------------------------|
| 13 | General Fund--State Appropriation (FY 2012) . . . . . | \$4,634,000               |
| 14 | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$4,553,000)</del>  |
| 15 |   | <u>\$6,313,000</u>        |
| 16 | General Fund--Federal Appropriation . . . . .         | <del>(\$9,588,000)</del>  |
| 17 |   | <u>\$9,786,000</u>        |
| 18 | General Fund--Private/Local Appropriation . . . . .   | <del>(\$998,000)</del>    |
| 19 |   | <u>\$791,000</u>          |
| 20 | TOTAL APPROPRIATION . . . . .                         | <del>(\$19,773,000)</del> |
| 21 |   | <u>\$21,524,000</u>       |

22 The appropriations in this subsection are subject to the following  
23 conditions and limitations:

24 Amounts appropriated in this subsection are for the purposes of  
25 transitioning clients with developmental disabilities into community  
26 settings. The department is authorized as needed to use these funds to  
27 either pay for clients residing within a residential habilitation  
28 center or for placements in the community. Pursuant to Second  
29 Substitute Senate Bill No. 5459 (services for people with developmental  
30 disabilities), funding in this subsection must be prioritized for the  
31 purpose of facilitating the consolidation and closure of Frances Haddon  
32 Morgan Center. The department shall use a person-centered approach in  
33 developing the discharge plan to assess each resident's needs and  
34 identify services the resident requires to successfully transition to  
35 the community or another residential habilitation center. The  
36 department is authorized to use any savings from this effort for the  
37 purpose of developing community resources to address the needs of  
38 clients with developmental disabilities who are in crisis or in need of

1 respite. The department shall track the costs and savings of closing  
2 Frances Haddon Morgan Center and any investments into community  
3 placements and resources. The department shall provide a fiscal  
4 progress report to the legislature by December 5, 2011.

5 **Sec. 1206.** 2012 2nd sp.s. c 7 s 206 (uncodified) is amended to  
6 read as follows:

7 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--AGING AND ADULT**  
8 **SERVICES PROGRAM**

|    |   |                                  |
|----|---|----------------------------------|
| 9  | General Fund--State Appropriation (FY 2012) . . . . .         | \$791,493,000                    |
| 10 | General Fund--State Appropriation (FY 2013) . . . . .         | <del>(( \$809,338,000 ))</del>   |
| 11 |   | <u>\$802,115,000</u>             |
| 12 | General Fund--Federal Appropriation . . . . .                 | <del>(( \$1,690,993,000 ))</del> |
| 13 |   | <u>\$1,686,998,000</u>           |
| 14 | General Fund--Private/Local Appropriation . . . . .           | \$27,517,000                     |
| 15 | Traumatic Brain Injury Account--State Appropriation . . . . . | \$3,388,000                      |
| 16 | Nursing Facility Quality Assurance Account--State             |                                  |
| 17 | Appropriation . . . . .                                       | \$88,000,000                     |
| 18 | TOTAL APPROPRIATION . . . . .                                 | <del>(( \$3,410,729,000 ))</del> |
| 19 |   | <u>\$3,399,511,000</u>           |

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

22 (1) For purposes of implementing chapter 74.46 RCW, the weighted  
23 average nursing facility payment rate shall not exceed \$170.37 for  
24 fiscal year 2012 and shall not exceed ~~(( \$171.43 ))~~ \$171.09 for fiscal  
25 year 2013, including the rate add-ons described in (a) and (b) of this  
26 subsection. However, if the waiver requested from the federal centers  
27 for medicare and medicaid services in relation to the safety net  
28 assessment created by Engrossed Substitute Senate Bill No. 5581  
29 (nursing home payments) is for any reason not approved and implemented,  
30 the weighted average nursing facility payment rate shall not exceed  
31 \$159.87 for fiscal year 2012 and shall not exceed ~~(( \$160.93 ))~~ \$161.29  
32 for fiscal year 2013. There will be no adjustments for economic trends  
33 and conditions in fiscal years 2012 and 2013. The economic trends and  
34 conditions factor or factors defined in the biennial appropriations act  
35 shall not be compounded with the economic trends and conditions factor  
36 or factors defined in any other biennial appropriations acts before  
37 applying it to the component rate allocations established in accordance



1 with chapter 74.46 RCW. When no economic trends and conditions factor  
2 for either fiscal year is defined in a biennial appropriations act, no  
3 economic trends and conditions factor or factors defined in any earlier  
4 biennial appropriations act shall be applied solely or compounded to  
5 the component rate allocations established in accordance with chapter  
6 74.46 RCW.

7 (a) Within the funds provided, the department shall continue to  
8 provide an add-on per medicaid resident day per facility not to exceed  
9 \$1.57. The add-on shall be used to increase wages, benefits, and/or  
10 staffing levels for certified nurse aides; or to increase wages and/or  
11 benefits for dietary aides, housekeepers, laundry aides, or any other  
12 category of worker whose statewide average dollars-per-hour wage was  
13 less than \$15 in calendar year 2008, according to cost report data.  
14 The add-on may also be used to address resulting wage compression for  
15 related job classes immediately affected by wage increases to low-wage  
16 workers. The department shall continue reporting requirements and a  
17 settlement process to ensure that the funds are spent according to this  
18 subsection.

19 (b) The department shall do a comparative analysis of the facility-  
20 based payment rates calculated on July 1, 2012, using the payment  
21 methodology defined in chapter 74.46 RCW and as funded in the omnibus  
22 appropriations act, excluding the comparative add-on, acuity add-on,  
23 and safety net reimbursement, to the facility-based payment rates in  
24 effect June 30, 2010. If the facility-based payment rate calculated on  
25 July 1, 2012, is smaller than the facility-based payment rate on June  
26 30, 2010, then the difference shall be provided to the individual  
27 nursing facilities as an add-on payment per medicaid resident day.

28 (c) During the comparative analysis performed in subsection (b) of  
29 this section, if it is found that the direct care rate for any facility  
30 calculated using the payment methodology defined in chapter 74.46 RCW  
31 and as funded in the omnibus appropriations act, excluding the  
32 comparative add-on, acuity add-on, and safety net reimbursement, is  
33 greater than the direct care rate in effect on June 30, 2010, then the  
34 facility shall receive a ten percent direct care rate add-on to  
35 compensate that facility for taking on more acute clients than they  
36 have in the past.

37 (d) The department shall provide a medicaid rate add-on to  
38 reimburse the medicaid share of the skilled nursing facility safety net

1 assessment as a medicaid allowable cost. The nursing facility safety  
2 net rate add-on may not be included in the calculation of the annual  
3 statewide weighted average nursing facility payment rate.

4 (e) If the waiver requested from the federal centers for medicare  
5 and medicaid services in relation to the safety net assessment created  
6 by Engrossed Substitute Senate Bill No. 5581 (nursing home payments) is  
7 for any reason not approved and implemented, (b), (c), and (d) of this  
8 subsection do not apply.

9 (2) After examining actual nursing facility cost information, the  
10 legislature finds that the medicaid nursing facility rates calculated  
11 pursuant to Engrossed Substitute Senate Bill No. 5581 (nursing home  
12 payments) provide sufficient reimbursement to efficiently and  
13 economically operating nursing facilities and bear a reasonable  
14 relationship to costs.

15 (3) In accordance with chapter 74.46 RCW, the department shall  
16 issue no additional certificates of capital authorization for fiscal  
17 year 2012 and no new certificates of capital authorization for fiscal  
18 year 2013 and shall grant no rate add-ons to payment rates for capital  
19 improvements not requiring a certificate of need and a certificate of  
20 capital authorization for fiscal years 2012 and 2013.

21 (4) The long-term care program may develop and pay enhanced rates  
22 for exceptional care to nursing homes for persons with traumatic brain  
23 injuries who are transitioning from hospital care. The cost per  
24 patient day for caring for these clients in a nursing home setting may  
25 be equal to or less than the cost of caring for these clients in a  
26 hospital setting.

27 (5) Amounts appropriated in this section reflect a reduction to  
28 funds appropriated for in-home care. The department shall reduce the  
29 number of in-home hours authorized. The reduction shall be scaled  
30 based on the acuity level of care recipients. The largest hour  
31 reductions shall be to lower acuity patients and the smallest hour  
32 reductions shall be to higher acuity patients.

33 (6) \$1,883,000 of the general fund--state appropriation for fiscal  
34 year 2012, \$1,883,000 of the general fund--state appropriation for  
35 fiscal year 2013, and \$3,766,000 of the general fund--federal  
36 appropriation are provided solely for state contributions for  
37 individual provider health care benefits. Pursuant to the collective  
38 bargaining agreement negotiated with the exclusive bargaining

1 representative of individual providers established under RCW  
2 74.39A.270, the state shall contribute to the multiemployer health  
3 benefits trust fund \$2.21 per paid hour worked by individual providers.

4 (7) \$2,449,000 of the general fund--state appropriation for fiscal  
5 year 2012, \$3,012,000 of the general fund--state appropriation for  
6 fiscal year 2013, and \$5,463,000 of the general fund--federal  
7 appropriation are provided solely for the state's contribution to the  
8 training partnership, as provided in RCW 74.39A.360, for instructional  
9 costs associated with the training of individual providers.

10 Contributions are funded at \$0.22 per benefit-eligible paid hour worked  
11 by all home care workers. Expenditures for the purposes specified in  
12 this subsection shall not exceed the amounts provided in this  
13 subsection. However, if the governor and the service employees  
14 international union healthcare 775nw can reach agreement on repurposing  
15 funding that is currently provided in the individual provider  
16 collective bargaining agreement for new individual provider wages paid  
17 during training or other training related items, then expenditures for  
18 training trust contributions for individual providers may include the  
19 amounts provided in this subsection and the agreed upon repurposed  
20 funding. Funding in this section for purposes other than the  
21 individual provider collective bargaining agreement cannot be used for  
22 the purposes of this subsection (7). It is the intent of the  
23 legislature that the funding provided in this subsection, including any  
24 repurposed funding, is sufficient to cover the costs of individual  
25 provider training and therefore tuition or other entrance fees are not  
26 necessary.

27 (8) (~~(\$338,550,000)~~) \$325,203,000 of the general fund--state  
28 appropriation for fiscal year 2013 and (~~(\$338,550,000)~~) \$324,653,000 of  
29 the general fund--federal appropriation are provided solely for the  
30 department to provide personal care services to waiver and nonwaiver  
31 in-home clients. The department shall provide the legislature with a  
32 report by December 5, 2012, on the feasibility of converting the  
33 medicaid personal care program for in-home adults to a medicaid program  
34 as found in section 1915(i) of the federal social security act that  
35 utilizes the option for self-direction of individualized budgets. The  
36 department shall operate the personal care program within the amounts  
37 specifically provided.

1 (9) Individuals receiving services as supplemental security income  
2 (SSI) state supplemental payments shall not become eligible for medical  
3 assistance under RCW 74.09.510 due solely to the receipt of SSI state  
4 supplemental payments.

5 (10) The department shall eliminate the adult day health program  
6 under the state plan 1915(i) option and shall reestablish it under the  
7 long-term care home and community-based waiver.

8 (11) \$4,588,000 of the general fund--state appropriation for fiscal  
9 year 2012, \$4,559,000 of the general fund--state appropriation for  
10 fiscal year 2013, and \$9,237,000 of the general fund--federal  
11 appropriation are provided solely for the continued operation of  
12 community residential and support services for persons who are older  
13 adults or who have co-occurring medical and behavioral disorders and  
14 who have been discharged or diverted from a state psychiatric hospital.  
15 These funds shall be used to serve individuals whose treatment needs  
16 constitute substantial barriers to community placement, who no longer  
17 require active psychiatric treatment at an inpatient hospital level of  
18 care, and who no longer meet the criteria for inpatient involuntary  
19 commitment.

20 (12) \$1,840,000 of the general fund--state appropriation for fiscal  
21 year 2012 and \$1,877,000 of the general fund--state appropriation for  
22 fiscal year 2013 are provided solely for operation of the volunteer  
23 services program. Funding shall be prioritized towards serving  
24 populations traditionally served by long-term care services to include  
25 senior citizens and persons with disabilities.

26 (13) In accordance with Engrossed Substitute House Bill No. 1277  
27 (licensed settings for vulnerable adults), nursing facility fees are  
28 increased in fiscal year 2012 and adult family home fees are increased  
29 in fiscal year 2012 and fiscal year 2013 to support the costs of  
30 conducting licensure, inspection, and regulatory programs.

31 (a) The current annual renewal license fee for nursing facilities  
32 shall be increased to \$359 per bed beginning in fiscal year 2012 and  
33 assumes \$517,000 of the general fund--private/local appropriation.  
34 Nursing facilities shall receive a vendor rate increase of \$0.08 per  
35 medicaid patient day to cover the license fee increase for publicly  
36 funded beds.

37 (b) The current annual renewal license fee for adult family homes  
38 shall be increased to \$100 per bed beginning in fiscal year 2012 and

1 assumes \$1,449,000 of the general fund--private/local appropriation;  
2 and \$175 per bed beginning in fiscal year 2013 and assumes \$2,463,000  
3 of the general fund--private/local appropriation. Adult family homes  
4 shall receive a corresponding vendor rate increase per medicaid patient  
5 day of \$0.22 in fiscal year 2012 and \$0.43 in fiscal year 2013, or the  
6 amount necessary to fully fund the license fee increase for publicly  
7 funded beds, pursuant to the most recent bed estimates maintained by  
8 the department.

9 (c) Beginning in fiscal year 2012, a processing fee of \$2,750 shall  
10 be charged to each adult family home when the home is initially  
11 licensed. This fee is nonrefundable.

12 (d) \$72,000 of the general fund--state appropriation for fiscal  
13 year 2012, \$708,000 of the general fund--private/local appropriation  
14 and \$708,000 of the general fund--federal appropriation are provided  
15 solely to implement sections 501 through 503 of Engrossed Substitute  
16 House Bill No. 1277 (licensed settings for vulnerable adults). The  
17 department shall use additional investigative resources to address  
18 complaints about provider practices as well as alleged abuse, neglect,  
19 abandonment, and exploitation of residents in adult family homes. The  
20 department shall develop a statewide internal quality review and  
21 accountability program to improve the accountability of staff and the  
22 consistent application of investigative activities, and shall convene  
23 a quality assurance panel to review problems in the quality of care in  
24 adult family homes.

25 (14) \$3,316,000 of the traumatic brain injury account--state  
26 appropriation is provided solely to continue services for persons with  
27 traumatic brain injury (TBI) as defined in chapter 143, Laws of 2011  
28 (traumatic brain injury strategic partnership).

29 (15) The department is authorized to place long-term care clients  
30 residing in nursing homes and paid for with state only funds into less  
31 restrictive community care settings while continuing to meet the  
32 client's care needs.

33 (16) The department shall participate in the work group established  
34 by the department of corrections in section 220(2) of this act to  
35 review release options for elderly and infirm offenders.

36 **Sec. 1207.** 2012 2nd sp.s. c 7 s 207 (uncodified) is amended to  
37 read as follows:

|    |  |                              |
|----|--|------------------------------|
| 1  | <b>FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ECONOMIC SERVICES</b> |                              |
| 2  | <b>PROGRAM</b>   |                              |
| 3  | General Fund--State Appropriation (FY 2012) . . . . .                      | \$415,553,000                |
| 4  | General Fund--State Appropriation (FY 2013) . . . . .                      | <del>(\$438,483,000)</del>   |
| 5  |  | <u>\$386,366,000</u>         |
| 6  | General Fund--Federal Appropriation . . . . .                              | <del>(\$1,174,416,000)</del> |
| 7  |  | <u>\$1,180,028,000</u>       |
| 8  | General Fund--Private/Local Appropriation . . . . .                        | \$30,592,000                 |
| 9  | TOTAL APPROPRIATION . . . . .  | <del>(\$2,059,044,000)</del> |
| 10 |  | <u>\$2,012,539,000</u>       |

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

13 (1) \$195,410,000 of the general fund--state appropriation for  
14 fiscal year 2012, ~~(\$235,808,000)~~ \$178,052,000 of the general  
15 fund--state appropriation for fiscal year 2013, and ~~(\$725,586,000)~~  
16 \$712,784,000 of the general fund--federal appropriation are provided  
17 solely for all components of the WorkFirst program. Under section 2 of  
18 Engrossed Substitute Senate Bill No. 5921 (social services programs),  
19 the amounts in this subsection assume that any participant in the  
20 temporary assistance for needy families where their participation is  
21 suspended and does not volunteer to participate in WorkFirst services  
22 or unsubsidized employment does not receive child care subsidies or  
23 WorkFirst subsidies as a condition of the suspension. Within the  
24 amounts provided for the WorkFirst program, the department may provide  
25 assistance using state-only funds for families eligible for temporary  
26 assistance for needy families.

27 (a) Within the amounts provided for WorkFirst in this subsection,  
28 the department shall continue to implement WorkFirst program  
29 improvements that are designed to achieve progress against outcome  
30 measures specified in Engrossed House Bill No. 2262 (WorkFirst and  
31 child care) and RCW 74.08A.410.

32 (b) The department may establish a career services work transition  
33 program.

34 (c) Within amounts appropriated in this section, the legislature  
35 expressly mandates that the department exercise its authority, granted  
36 in 1997 under RCW 74.08A.290, to contract for work activities services  
37 pursuant to that statutory authority and RCW 41.06.142(3).

1 (d) The department shall create a temporary assistance for needy  
2 families budget structure that allows for more transparent tracking of  
3 budget units and subunits of expenditures where these units and  
4 subunits are mutually exclusive from other department budget units.  
5 The budget structure shall include budget units for the following:  
6 Grants, child care, WorkFirst activities, and administration of the  
7 program.

8 (2) \$23,679,000 of the general fund--state appropriation for fiscal  
9 year 2012, in addition to supplemental security income recoveries, is  
10 provided solely for financial assistance and other services to  
11 recipients in the program established in section 4, chapter 8, Laws of  
12 2010 1st sp. sess., until the program terminates on October 31, 2011.

13 (3)(a) \$12,457,000 of the general fund--state appropriation for  
14 fiscal year 2012 and \$21,959,000 of the general fund--state  
15 appropriation for fiscal year 2013, in addition to supplemental  
16 security income recoveries, are provided solely for the programs  
17 created in Engrossed Substitute House Bill No. 2082 (essential needs  
18 and assistance program) beginning November 1, 2011.

19 (b) The department shall review clients receiving services through  
20 the aged, blind, or disabled assistance program, to determine whether  
21 they would benefit from assistance in becoming naturalized citizens,  
22 and thus be eligible to receive federal supplemental security income  
23 benefits. Those cases shall be given high priority for naturalization  
24 funding through the department.

25 (c) The department shall continue the interagency agreement with  
26 the department of veterans' affairs to establish a process for referral  
27 of veterans who may be eligible for veterans' services. This agreement  
28 must include out-stationing department of veterans' affairs staff in  
29 selected community service office locations in King and Pierce counties  
30 to facilitate applications for veterans' services.

31 (4) \$1,657,000 of the general fund--state appropriation for fiscal  
32 year 2012 and \$1,657,000 of the general fund--state appropriation for  
33 fiscal year 2013 are provided solely for naturalization services.

34 (5) \$2,366,000 of the general fund--state appropriation for fiscal  
35 year 2012 is provided solely for (~~refugee~~) employment services for  
36 refugees and immigrants, of which \$1,774,000 is provided solely for the  
37 department to pass through to statewide refugee and immigrant  
38 assistance organizations for limited English proficiency pathway

1 services; and \$2,366,000 of the general fund--state appropriation for  
 2 fiscal year 2013 is provided solely for ((refugee)) employment services  
 3 for refugees and immigrants, of which \$1,774,000 is provided solely for  
 4 the department to pass through to statewide refugee and immigrant  
 5 assistance organizations for limited English proficiency pathway  
 6 services.

7 (6) On December 1, 2011, and annually thereafter, the department  
 8 must report to the legislature on all sources of funding available for  
 9 both refugee and immigrant services and naturalization services during  
 10 the current fiscal year and the amounts expended to date by service  
 11 type and funding source. The report must also include the number of  
 12 clients served and outcome data for the clients.

13 (7) To ensure expenditures remain within available funds  
 14 appropriated in this section, the legislature establishes the benefit  
 15 under the state food assistance program, pursuant to RCW 74.08A.120, to  
 16 be fifty percent of the federal supplemental nutrition assistance  
 17 program benefit amount.

18 **Sec. 1208.** 2012 2nd sp.s. c 7 s 208 (uncodified) is amended to  
 19 read as follows:

20 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ALCOHOL AND**  
 21 **SUBSTANCE ABUSE PROGRAM**

|    |   |                                |
|----|---|--------------------------------|
| 22 | General Fund--State Appropriation (FY 2012) . . . . .   | \$73,742,000                   |
| 23 | General Fund--State Appropriation (FY 2013) . . . . .   | (( <del>\$71,218,000</del> ))  |
| 24 |   | <u>\$71,019,000</u>            |
| 25 | General Fund--Federal Appropriation . . . . .           | (( <del>\$184,401,000</del> )) |
| 26 |   | <u>\$187,979,000</u>           |
| 27 | General Fund--Private/Local Appropriation . . . . .     | (( <del>\$13,486,000</del> ))  |
| 28 |   | <u>\$16,248,000</u>            |
| 29 | Criminal Justice Treatment Account--State               |                                |
| 30 | Appropriation . . . . .                                 | \$20,748,000                   |
| 31 | Problem Gambling Account--State Appropriation . . . . . | \$1,448,000                    |
| 32 | TOTAL APPROPRIATION . . . . .                           | (( <del>\$365,043,000</del> )) |
| 33 |   | <u>\$371,184,000</u>           |

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

36 (1) Within the amounts appropriated in this section, the department  
 37 may contract with the University of Washington and community-based



1 providers for the provision of the parent-child assistance program.  
2 For all contractors, indirect charges for administering the program  
3 shall not exceed ten percent of the total contract amount.

4 (2) Within the amounts appropriated in this section, the department  
5 shall continue to provide for chemical dependency treatment services  
6 for adult medicaid eligible, pregnant and parenting women, disability  
7 lifeline, and alcoholism and drug addiction treatment and support act,  
8 and medical care services clients.

9 (3) In accordance with RCW 70.96A.090 and 43.135.055, the  
10 department is authorized to increase fees for the review and approval  
11 of treatment programs in fiscal years 2012 and 2013 as necessary to  
12 support the costs of the regulatory program. The department's fee  
13 schedule shall have differential rates for providers with proof of  
14 accreditation from organizations that the department has determined to  
15 have substantially equivalent standards to those of the department,  
16 including but not limited to the joint commission on accreditation of  
17 health care organizations, the commission on accreditation of  
18 rehabilitation facilities, and the council on accreditation. To  
19 reflect the reduced costs associated with regulation of accredited  
20 programs, the department's fees for organizations with such proof of  
21 accreditation must reflect the lower cost of licensing for these  
22 programs than for other organizations which are not accredited.

23 (4) \$3,500,000 of the general fund--federal appropriation (from the  
24 substance abuse prevention and treatment federal block grant) is  
25 provided solely for the continued funding of existing county drug and  
26 alcohol use prevention programs.

27 (5) Within amounts appropriated in this section, the department is  
28 required to increase federal match available for intensive inpatient  
29 services. During fiscal year 2013, the department shall shift  
30 contracts for a minimum of 32 intensive inpatient beds currently  
31 provided in settings that are considered institutions for mental  
32 diseases to two or more facilities with no more than 16 beds that are  
33 able to claim federal match for services provided to medicaid clients  
34 or individuals covered under the department's section 1115 medicaid  
35 waiver. The department is authorized to conduct a request for proposal  
36 process to fulfill this requirement. By December 1, 2012, the  
37 department shall provide a plan to the office of financial management  
38 and to the relevant fiscal and policy committees of the legislature for

1 transitioning all remaining intensive inpatient beds currently provided  
 2 in settings that are considered institutions for mental diseases into  
 3 facilities with no more than 16 beds by June 2017. The plan shall  
 4 identify the maximum number of additional beds that can be transitioned  
 5 into facilities with no more than 16 beds during the 2013-2015 fiscal  
 6 biennium and the remaining number that will be transitioned during the  
 7 2015-2017 fiscal biennium, a timeline and process for accomplishing  
 8 this, and a projection of the related general fund--state savings for  
 9 each biennium.

10 (6) The amounts appropriated in this section include reductions of  
 11 \$303,000 in the general fund--state appropriation for fiscal year 2012  
 12 and \$1,815,000 in the general fund--state appropriation for fiscal year  
 13 2013. The department must apply this reduction across all levels of  
 14 chemical dependency residential treatment services excluding services  
 15 contracted through the counties, services provided to pregnant and  
 16 parenting women, services provided to juveniles, and services provided  
 17 to parents in dependency proceedings.

18 **Sec. 1209.** 2012 2nd sp.s. c 7 s 209 (uncodified) is amended to  
 19 read as follows:

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

|    |   |                            |
|----|---|----------------------------|
| 22 | General Fund--State Appropriation (FY 2012) . . . . . | \$10,854,000               |
| 23 | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$10,401,000)</del>  |
| 24 |   | <u>\$10,353,000</u>        |
| 25 | General Fund--Federal Appropriation . . . . .         | <del>(\$105,060,000)</del> |
| 26 |   | <u>\$104,922,000</u>       |
| 27 | Telecommunications Devices for the Hearing and        |                            |
| 28 | Speech Impaired--State Appropriation . . . . .        | \$2,766,000                |
| 29 | TOTAL APPROPRIATION . . . . .                         | <del>(\$129,081,000)</del> |
| 30 |   | <u>\$128,895,000</u>       |

31 The appropriations in this section are subject to the following  
 32 conditions and limitations: \$480,000 of the telecommunications devices  
 33 for the hearing and speech impaired account--state appropriation is  
 34 provided solely for the office of deaf and hard of hearing to contract  
 35 for services that provide employment support and help with life  
 36 activities for deaf-blind individuals in King county.



1 year 2012 and \$178,000 of the general fund--state appropriation for  
2 fiscal year 2013 are provided solely for the juvenile detention  
3 alternatives initiative.

4 (4) \$4,812,000 of the performance audits of state government--state  
5 appropriation is provided solely for support and expansion of the  
6 division of fraud investigation. The division shall conduct  
7 investigatory and enforcement activities for all department programs,  
8 including the child support and TANF programs.

9 (5) \$1,400,000 of the general fund--state appropriation for fiscal  
10 year 2012 is provided solely for the department to distribute as  
11 support to community public health and safety networks that have a  
12 history of providing training and services related to adverse childhood  
13 experiences. Distribution of these funds is contingent upon securing  
14 funding from a private entity or entities to provide one dollar in  
15 matching funds for each dollar in state funds received by a network so  
16 that the funding received by a community public health and safety  
17 network will be equal portions of state and private funding.

18 (~~(7)~~) (6) \$250,000 of the general fund--state appropriation for  
19 fiscal year 2013 is provided solely for a grant program focused on  
20 criminal street gang prevention and intervention. The Washington state  
21 partnership council on juvenile justice may award grants under this  
22 subsection. The council shall give priority to applicants who have  
23 demonstrated the greatest problems with criminal street gangs.  
24 Applicants composed of, at a minimum, one or more local governmental  
25 entities and one or more nonprofit, nongovernmental organizations that  
26 have a documented history of creating and administering effective  
27 criminal street gang prevention and intervention programs may apply for  
28 funding under this subsection.

29 (~~(8)~~) (7) \$113,000 of the general fund--state appropriation for  
30 fiscal year 2013 and \$105,000 of the general fund--federal  
31 appropriation are provided solely for staffing costs associated with  
32 implementation of Engrossed Second Substitute House Bill No. 2536  
33 (children services/delivery). The amounts provided in this subsection  
34 must be used for coordinated evidence-based practice implementation  
35 amongst the department's programs providing mental health, child  
36 welfare, and juvenile justice services to children. If Engrossed  
37 Second Substitute House Bill No. 2536 (children services/delivery) is

1 not enacted by June 30, 2012, the amounts provided in this subsection  
2 shall lapse.

3 **Sec. 1212.** 2012 2nd sp.s. c 7 s 212 (uncodified) is amended to  
4 read as follows:

5 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--PAYMENTS TO OTHER**  
6 **AGENCIES PROGRAM**

|    |   |                            |
|----|---|----------------------------|
| 7  | General Fund--State Appropriation (FY 2012) . . . . . | \$62,140,000               |
| 8  | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$46,303,000)</del>  |
| 9  |   | <u>\$49,584,000</u>        |
| 10 | General Fund--Federal Appropriation . . . . .         | <del>(\$53,049,000)</del>  |
| 11 |   | <u>\$53,409,000</u>        |
| 12 | TOTAL APPROPRIATION . . . . .                         | <del>(\$161,492,000)</del> |
| 13 |   | <u>\$165,133,000</u>       |

14 The appropriations in this section are subject to the following  
15 conditions and limitations: \$469,000 of the general fund--state  
16 appropriation for fiscal year ~~((2011))~~ 2012 and \$270,000 of the general  
17 fund--state appropriation for fiscal year ~~((2012))~~ 2013 are provided  
18 solely for implementation of Engrossed Substitute Senate Bill No. 5921  
19 (social services programs). If the bill is not enacted by June 30,  
20 2011, the amounts provided in this subsection shall lapse.

21 **Sec. 1213.** 2012 2nd sp.s. c 7 s 213 (uncodified) is amended to  
22 read as follows:

23 **FOR THE STATE HEALTH CARE AUTHORITY**

|    |   |                              |
|----|---|------------------------------|
| 24 | General Fund--State Appropriation (FY 2012) . . . . . | \$2,034,296,000              |
| 25 | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$2,031,185,000)</del> |
| 26 |   | <u>\$2,113,980,000</u>       |
| 27 | General Fund--Federal Appropriation . . . . .         | <del>(\$5,307,323,000)</del> |
| 28 |   | <u>\$5,336,887,000</u>       |
| 29 | General Fund--Private/Local Appropriation . . . . .   | <del>(\$62,597,000)</del>    |
| 30 |   | <u>\$60,582,000</u>          |
| 31 | Emergency Medical Services and Trauma Care Systems    |                              |
| 32 | Trust Account--State Appropriation . . . . .          | <del>(\$15,077,000)</del>    |
| 33 |   | <u>\$14,032,000</u>          |
| 34 | Hospital Safety Net Assessment Fund--State            |                              |
| 35 | Appropriation . . . . .                               | <del>(\$434,087,000)</del>   |
| 36 |   | <u>\$442,930,000</u>         |

|   |   |                                  |
|---|---|----------------------------------|
| 1 | State Health Care Authority Administration Account--          |                                  |
| 2 | State Appropriation . . . . .                                 | \$34,040,000                     |
| 3 | Basic Health Plan Stabilization Account--                     |                                  |
| 4 | State Appropriation . . . . .                                 | \$44,000,000                     |
| 5 | Medical Aid Account--State Appropriation . . . . .            | \$529,000                        |
| 6 | Medicaid Fraud Penalty Account--State Appropriation . . . . . | \$9,200,000                      |
| 7 | TOTAL APPROPRIATION . . . . .                                 | (( <del>\$9,972,334,000</del> )) |
| 8 |   | <u>\$10,090,476,000</u>          |

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

11       (1) The appropriations to the authority in this act shall be  
12 expended for the purposes and in the amounts specified in this act. To  
13 the extent that appropriations in this section are insufficient to fund  
14 actual expenditures in excess of caseload forecasts and utilization  
15 assumptions, the authority, after May 1, ((2012)) 2013, may transfer  
16 general fund--state appropriations for fiscal year ((2012)) 2013 that  
17 are provided solely for a specified purpose. The authority shall not  
18 transfer funds, and the director of financial management shall not  
19 approve the transfer, unless the transfer is consistent with the  
20 objective of conserving, to the maximum extent possible, the  
21 expenditure of state funds. The director of financial management shall  
22 notify the appropriate fiscal committees of the senate and house of  
23 representatives in writing seven days prior to approving any allotment  
24 modifications or transfers under this subsection. The written  
25 notification shall include a narrative explanation and justification of  
26 the changes, along with expenditures and allotments by budget unit and  
27 appropriation, both before and after any allotment modifications or  
28 transfers.

29       (2) Within amounts appropriated in this section and sections 205  
30 and 206 of this act, the health care authority shall continue to  
31 provide an enhanced basic health plan subsidy for foster parents  
32 licensed under chapter 74.15 RCW and workers in state-funded home care  
33 programs. Under this enhanced subsidy option, foster parents eligible  
34 to participate in the basic health plan as subsidized enrollees and  
35 home care workers with family incomes below 200 percent of the federal  
36 poverty level shall be allowed to enroll in the basic health plan at  
37 the minimum premium amount charged to enrollees with incomes below  
38 sixty-five percent of the federal poverty level.

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

6 (4)(a) \$1,200,000 of the general fund--state appropriation for  
7 fiscal year 2012 is provided solely to plan the implementation of a  
8 system of consolidated public school employee health benefits  
9 purchasing.

10 It is the intent of the legislature to improve the administration,  
11 transparency, and equity in delivering a K-12 employees' health  
12 benefits system. In addition, the legislature intends that any cost  
13 savings that result from changes to K-12 health benefits be dedicated  
14 to public schools.

15 To further this legislative intent, the state health care authority  
16 shall develop a plan to implement a consolidated health benefits'  
17 system for K-12 employees for the 2013-14 school year. The health care  
18 authority shall deliver a report to the legislature by December 15,  
19 2011, that sets forth the implementation plan to the ways and means  
20 committees of the house of representatives and the senate.

21 (b) The report prepared by the health care authority shall compare  
22 and contrast the costs and benefits, both long and short term, of:

- 23 (i) The current K-12 health benefits system;
- 24 (ii) A new K-12 employee benefits pool; and
- 25 (iii) Enrolling K-12 employees into the health benefits pool for  
26 state employees.

27 (c) In addition to the implementation plan, the report shall  
28 include the following information:

- 29 (i) The costs and benefits of the current K-12 health benefits  
30 system;
- 31 (ii) The costs and benefits of providing a new statewide K-12  
32 employees' health benefits pool to school districts and school  
33 employees;
- 34 (iii) The costs and benefits of enrolling K-12 employees into the  
35 existing health benefits pool for state employees;
- 36 (iv) Recommendations of ways to limit administrative duplication  
37 and costs, improve transparency to employees, the legislature, and the

1 public and assure equity among beneficiaries of publicly provided  
2 employee health benefits;

3 (v) Recommendations for standardizing benefit packages and  
4 purchasing efforts in a manner that seeks to maximize funding and  
5 equity for all school employees;

6 (vi) Recommendations regarding the use of incentives, including how  
7 changes to state health benefit allocations could provide employees  
8 with benefits that would encourage participation;

9 (vii) Recommendations regarding the implementation of a new K-12  
10 employee benefit plan, with separate options for voluntary  
11 participation and mandatory statewide participation;

12 (viii) Recommendations regarding methods to reduce inequities  
13 between individual and family coverage;

14 (ix) Consolidation of the purchasing and budget accountability for  
15 school employee benefits to maximize administrative efficiency and  
16 leverage existing skills and resources; and

17 (x) Other details the health care authority deems necessary,  
18 including but not limited to recommendations on the following:

19 (A) Approaches for implementing the transition to a statewide pool,  
20 including administrative and statutory changes necessary to ensure a  
21 successful transition, and whether the pool should be separate from, or  
22 combined with, the public employees' benefits pool;

23 (B) The structure of a permanent governing group to provide ongoing  
24 oversight to the consolidated pool, in a manner similar to the public  
25 employees benefits board functions for employee health benefits,  
26 including statutory duties and authorities of the board; and

27 (C) Options for including potential changes to: Eligibility  
28 standardization, the public employees benefits risk pools, the movement  
29 of school employee retirees into the new K-12 pool or pools, and the  
30 movement of educational service district employees into the new K-12  
31 pool or pools.

32 (d) In determining its costs and benefits of a new statewide K-12  
33 employees' health benefits pool for school districts and school  
34 employees, the health care authority shall assume the following:

35 (i) School district enrollees must constitute an entire bargaining  
36 unit, or an entire group of nonrepresented employees;

37 (ii) Staffing and administration for benefits purchasing shall be  
38 provided by the health care authority; and



1 (iii) The new K-12 pool would operate on a schedule that  
2 coordinates with the financing and enrollment schedule used for school  
3 districts.

4 (e) The office of the superintendent of public instruction and the  
5 office of the insurance commissioner shall provide information and  
6 technical assistance to the health care authority as requested by the  
7 health care authority. The health care authority shall not implement  
8 the new school employee benefits pool until authorized to do so by the  
9 legislature.

10 (5) The administrator shall take at least the following actions to  
11 assure that persons participating in the basic health plan are eligible  
12 for the level of assistance they receive: (a) Require submission of  
13 (i) income tax returns, and recent pay history, from all applicants, or  
14 (ii) other verifiable evidence of earned and unearned income from those  
15 persons not required to file income tax returns; (b) check employment  
16 security payroll records at least once every twelve months on all  
17 enrollees; (c) require enrollees whose income as indicated by payroll  
18 records exceeds that upon which their subsidy is based to document  
19 their current income as a condition of continued eligibility; (d)  
20 require enrollees for whom employment security payroll records cannot  
21 be obtained to document their current income at least once every six  
22 months; (e) not reduce gross family income for self-employed persons by  
23 noncash-flow expenses such as, but not limited to, depreciation,  
24 amortization, and home office deductions, as defined by the United  
25 States internal revenue service; and (f) pursue repayment and civil  
26 penalties from persons who have received excessive subsidies, as  
27 provided in RCW 70.47.060(9).

28 (6) Enrollment in the subsidized basic health plan shall be limited  
29 to only include persons who qualify as subsidized enrollees as defined  
30 in RCW 70.47.020 and who (a) qualify for services under 1115 medicaid  
31 demonstration project number 11-W-00254/10; or (b) are foster parents  
32 licensed under chapter 74.15 RCW.

33 (7) \$23,700,000 of the general fund--federal appropriation is  
34 provided solely for planning and implementation of a health benefit  
35 exchange under the federal patient protection and affordable care act.  
36 Within the amounts provided in this subsection, funds used by the  
37 authority for information technology projects are conditioned on the

1 authority satisfying the requirements of Engrossed Second Substitute  
2 Senate Bill No. 5931 (central service agencies).

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

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

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

17 (11) When a person is ineligible for medicaid solely by reason of  
18 residence in an institution for mental diseases, the health care  
19 authority shall provide the person with the same benefits as he or she  
20 would receive if eligible for medicaid, using state-only funds to the  
21 extent necessary.

22 (12) \$4,261,000 of the general fund--state appropriation for fiscal  
23 year 2012, \$4,261,000 of the general fund--state appropriation for  
24 fiscal year 2013, and \$8,522,000 of the general fund--federal  
25 appropriation are provided solely for low-income disproportionate share  
26 hospital payments (~~(under RCW 74.09.730(1)(a))~~).

27 (13) \$6,000,000 of the general fund--federal appropriation is  
28 provided solely for supplemental payments to nursing homes operated by  
29 public hospital districts. The public hospital district shall be  
30 responsible for providing the required nonfederal match for the  
31 supplemental payment, and the payments shall not exceed the maximum  
32 allowable under federal rules. It is the legislature's intent that the  
33 payments shall be supplemental to and shall not in any way offset or  
34 reduce the payments calculated and provided in accordance with part E  
35 of chapter 74.46 RCW. It is the legislature's further intent that  
36 costs otherwise allowable for rate-setting and settlement against  
37 payments under chapter 74.46 RCW shall not be disallowed solely because  
38 such costs have been paid by revenues retained by the nursing home from

1 these supplemental payments. The supplemental payments are subject to  
2 retrospective interim and final cost settlements based on the nursing  
3 homes' as-filed and final medicare cost reports. The timing of the  
4 interim and final cost settlements shall be at the health care  
5 authority's discretion. During either the interim cost settlement or  
6 the final cost settlement, the health care authority shall recoup from  
7 the public hospital districts the supplemental payments that exceed the  
8 medicaid cost limit and/or the medicare upper payment limit. The  
9 health care authority shall apply federal rules for identifying the  
10 eligible incurred medicaid costs and the medicare upper payment limit.

11 (14) The health care authority shall continue the inpatient  
12 hospital certified public expenditures program for the 2011-2013 fiscal  
13 biennium. The program shall apply to all public hospitals, including  
14 those owned or operated by the state, except those classified as  
15 critical access hospitals or state psychiatric institutions. The  
16 health care authority shall submit reports to the governor and  
17 legislature by November 1, 2011, and by November 1, 2012, that evaluate  
18 whether savings continue to exceed costs for this program. If the  
19 certified public expenditures (CPE) program in its current form is no  
20 longer cost-effective to maintain, the health care authority shall  
21 submit a report to the governor and legislature detailing  
22 cost-effective alternative uses of local, state, and federal resources  
23 as a replacement for this program. During fiscal year 2012 and fiscal  
24 year 2013, hospitals in the program shall be paid and shall retain one  
25 hundred percent of the federal portion of the allowable hospital cost  
26 for each medicaid inpatient fee-for-service claim payable by medical  
27 assistance and one hundred percent of the federal portion of the  
28 maximum disproportionate share hospital payment allowable under federal  
29 regulations. Inpatient medicaid payments shall be established using an  
30 allowable methodology that approximates the cost of claims submitted by  
31 the hospitals. Payments made to each hospital in the program in each  
32 fiscal year of the biennium shall be compared to a baseline amount.  
33 The baseline amount will be determined by the total of (a) the  
34 inpatient claim payment amounts that would have been paid during the  
35 fiscal year had the hospital not been in the CPE program based on the  
36 reimbursement rates developed, implemented, and consistent with  
37 policies approved in the 2011-13 biennial operating appropriations act  
38 and in effect on July 1, 2011, (b) one half of the indigent assistance

1 disproportionate share hospital payment amounts paid to and retained by  
2 each hospital during fiscal year 2005, and (c) all of the other  
3 disproportionate share hospital payment amounts paid to and retained by  
4 each hospital during fiscal year 2005 to the extent the same  
5 disproportionate share hospital programs exist in the 2011-13 biennium.  
6 If payments during the fiscal year exceed the hospital's baseline  
7 amount, no additional payments will be made to the hospital except the  
8 federal portion of allowable disproportionate share hospital payments  
9 for which the hospital can certify allowable match. If payments during  
10 the fiscal year are less than the baseline amount, the hospital will be  
11 paid a state grant equal to the difference between payments during the  
12 fiscal year and the applicable baseline amount. Payment of the state  
13 grant shall be made in the applicable fiscal year and distributed in  
14 monthly payments. The grants will be recalculated and redistributed as  
15 the baseline is updated during the fiscal year. The grant payments are  
16 subject to an interim settlement within eleven months after the end of  
17 the fiscal year. A final settlement shall be performed. To the extent  
18 that either settlement determines that a hospital has received funds in  
19 excess of what it would have received as described in this subsection,  
20 the hospital must repay the excess amounts to the state when requested.  
21 \$8,102,000 of the general fund--state appropriation for fiscal year  
22 2012, of which \$6,570,000 is appropriated in section 204(1) of this  
23 act, and ((~~\$3,162,000~~)) \$10,722,000 of the general fund--state  
24 appropriation for fiscal year 2013, of which \$6,570,000 is appropriated  
25 in section 204(1) of this act, are provided solely for state grants for  
26 the participating hospitals. CPE hospitals will receive the inpatient  
27 and outpatient reimbursement rate restorations in RCW 74.60.080 and  
28 rate increases in RCW 74.60.090 funded through the hospital safety net  
29 assessment fund rather than through the baseline mechanism specified in  
30 this subsection.

31 (15) The health care authority shall seek public-private  
32 partnerships and federal funds that are or may become available to  
33 provide on-going support for outreach and education efforts under the  
34 federal children's health insurance program reauthorization act of  
35 2009.

36 (16) The health care authority shall target funding for maternity  
37 support services towards pregnant women with factors that lead to  
38 higher rates of poor birth outcomes, including hypertension, a preterm

1 or low birth weight birth in the most recent previous birth, a  
2 cognitive deficit or developmental disability, substance abuse, severe  
3 mental illness, unhealthy weight or failure to gain weight, tobacco  
4 use, or African American or Native American race. The health care  
5 authority shall prioritize evidence-based practices for delivery of  
6 maternity support services. To the extent practicable, the health care  
7 authority shall develop a mechanism to increase federal funding for  
8 maternity support services by leveraging local public funding for those  
9 services.

10 ~~(17) ((For children with family incomes above 200 percent of the~~  
11 ~~federal poverty level in the state funded children's health program for~~  
12 ~~children who are not eligible for coverage under the federally funded~~  
13 ~~children's health insurance program, premiums shall be set every two~~  
14 ~~years in an amount equal to the average state only share of the per~~  
15 ~~capita cost of coverage in the state funded children's health program~~  
16 ~~for children in families with incomes at or less than two hundred~~  
17 ~~percent of the federal poverty level.~~

18 ~~(18))~~ Within the amounts appropriated in this section, the health  
19 care authority shall provide disproportionate share hospital payments  
20 to hospitals that provide services to children in the children's health  
21 program who are not eligible for services under Title XIX or XXI of the  
22 federal social security act due to their citizenship status.

23 ~~((19))~~ (18) \$859,000 of the general fund--state appropriation for  
24 fiscal year 2012, \$979,000 of the general fund--state appropriation for  
25 fiscal year 2013, and \$1,841,000 of the general fund--federal  
26 appropriation are provided solely to increase prior authorization  
27 activities for advanced imaging procedures.

28 ~~((20))~~ (19) \$196,000 of the general fund--state appropriation for  
29 fiscal year 2012, \$246,000 of the general fund--state appropriation for  
30 fiscal year 2013, and \$442,000 of the general fund--federal  
31 appropriation are provided solely to increase prior authorization  
32 activities for surgical procedures, which may include orthopedic  
33 procedures, spinal procedures and interventions, and nerve procedures.

34 ~~((21))~~ (20) \$300,000 of the general fund--private/local  
35 appropriation and \$300,000 of the general fund--federal appropriation  
36 are provided solely for a prescriptive practices improvement  
37 collaborative focusing upon atypical antipsychotics and other  
38 medications commonly used in the treatment of severe and persistent

1 mental illnesses among adults. The project shall promote collaboration  
2 among community mental health centers, other major prescribers of  
3 atypical antipsychotic medications to adults enrolled in state medical  
4 assistance programs, and psychiatrists, pharmacists, and other  
5 specialists at the University of Washington department of psychiatry  
6 and/or other research universities. The collaboration shall include  
7 patient-specific prescriber consultations by psychiatrists and  
8 pharmacists specializing in treatment of severe and persistent mental  
9 illnesses among adults; production of profiles to assist prescribers  
10 and clinics in tracking their prescriptive practices and their  
11 patients' medication use and adherence relative to evidence-based  
12 practices guidelines, other prescribers, and patients at other clinics;  
13 and in-service seminars at which participants can share and increase  
14 their knowledge of evidence-based and other effective prescriptive  
15 practices. The health care authority shall enter into an interagency  
16 agreement with the office of the attorney general for expenditure of  
17 \$300,000 of the state's proceeds of the *cy pres* settlement in *State of*  
18 *Washington v. AstraZeneca* (Seroquel) for this purpose.

19 ~~((+22+))~~ (21) \$570,000 of the general fund--private/local  
20 appropriation is provided solely for continued operation of the  
21 partnership access line for child mental health consultations. The  
22 health care authority shall enter into an interagency agreement with  
23 the office of the attorney general for expenditure of \$570,000 of the  
24 state's proceeds of the *cy pres* settlement in *State of Washington v.*  
25 *AstraZeneca* (Seroquel) for this purpose.

26 ~~((+23+))~~ (22) \$80,000 of the general fund--state appropriation for  
27 fiscal year 2012, \$80,000 of the general fund--state appropriation for  
28 fiscal year 2013, and \$160,000 of the general fund--federal  
29 appropriation are provided solely to fund the Tacoma-Pierce county  
30 health department for access and outreach activities to reduce infant  
31 mortality.

32 ~~((+24+))~~ (23) \$75,000 of the general fund--state appropriation for  
33 fiscal year 2012, \$75,000 of the general fund--state appropriation for  
34 fiscal year 2013, and \$150,000 of the general fund--federal  
35 appropriation are provided solely to assist with development and  
36 implementation of evidence-based strategies regarding the appropriate,  
37 safe, and effective role of C-section surgeries and early induced labor  
38 in births and neonatal care. The strategies shall be identified and

1 implemented in consultation with clinical research specialists,  
2 physicians, hospitals, advanced registered nurse practitioners, and  
3 organizations concerned with maternal and child health.

4 ~~((+25+))~~ (24) Within the amounts appropriated in this section, the  
5 health care authority shall continue to provide school-based medical  
6 services by means of an intergovernmental transfer arrangement. Under  
7 the arrangement, the state shall provide forty percent and school  
8 districts sixty percent of the nonfederal matching funds required for  
9 receipt of federal medicaid funding for the service.

10 ~~((+26+))~~ (25) \$263,000 of the general fund--state appropriation for  
11 fiscal year 2012, \$88,000 of the general fund--state appropriation for  
12 fiscal year 2013, and \$351,000 of the general fund--federal  
13 appropriation are provided solely for development and submission to the  
14 federal government by October 1, 2011, of a demonstration project  
15 proposal as provided in Substitute Senate Bill No. 5596 (medicaid  
16 demonstration waiver).

17 ~~((+27+))~~ (26) Within the amounts appropriated in this section, the  
18 health care authority shall provide spoken-language interpreter  
19 services. The authority shall develop and implement a new model for  
20 delivery of such services no later than July 1, 2012. The model shall  
21 include:

22 (a) Development by the authority in consultation with subject-area  
23 experts of guidelines to assist medical practitioners identify the  
24 circumstances under which it is appropriate to use telephonic or video-  
25 remote interpreting;

26 (b) The requirement that the state contract with delivery  
27 organizations, including foreign language agencies, who employ or  
28 subcontract only with language access providers or interpreters working  
29 in the state who are certified or authorized by the state. When a  
30 state-certified or state-authorized in-state language access provider  
31 or interpreter is not available, the delivery organization, including  
32 foreign language agencies, may use a provider with other certifications  
33 or qualifications deemed to meet state standards, including  
34 interpreters in other states; and

35 (c) Provision of a secure, web-based tool that medical  
36 practitioners will use to schedule appointments for interpreter  
37 services and to identify the most appropriate, cost-effective method of  
38 service delivery in accordance with the state guidelines.

1 Nothing in this subsection affects the ability of health care  
2 providers to provide interpretive services through employed staff or  
3 through telephone and video remote technologies when not reimbursed  
4 directly by the department. The amounts in this subsection do not  
5 include federal administrative funds provided to match nonstate  
6 expenditures by local health jurisdictions and governmental hospitals.

7 ~~((+28+))~~ (27) In its procurement of contractors for delivery of  
8 medical managed care services for nondisabled, nonelderly persons, the  
9 medical assistance program shall (a) place substantial emphasis upon  
10 price competition in the selection of successful bidders; and (b) not  
11 require delivery of any services that would increase the actuarial cost  
12 of service beyond the levels included in current healthy options  
13 contracts.

14 ~~((+29+))~~ (28) \$1,430,000 of the general fund--state appropriation  
15 for fiscal year 2012, \$1,430,000 of the general fund--state  
16 appropriation for fiscal year 2013, and \$2,860,000 of the general  
17 fund--federal appropriation are provided solely to pay  
18 federally-designated rural health clinics their standard encounter rate  
19 for prenatal and well-child visits, whether delivered under a managed  
20 care contract or fee-for-service. In reconciling managed care  
21 enhancement payments for calendar years 2009 and 2010, the department  
22 shall treat well-child and prenatal care visits as encounters subject  
23 to the clinic's encounter rate.

24 ~~((+30+))~~ (29) \$280,000 of the general fund--state appropriation for  
25 fiscal year 2012 and \$282,000 of the general fund--federal  
26 appropriation are provided solely to increase utilization management of  
27 drugs and drug classes for which there is evidence of over-utilization,  
28 off-label use, excessive dosing, duplicative therapy, or opportunities  
29 to shift utilization to less expensive, equally effective formulations.

30 ~~((+31+))~~ (30) \$70,000 of the general fund--state appropriation for  
31 fiscal year 2012, \$70,000 of the general fund--state appropriation for  
32 fiscal year 2013, and \$140,000 of the general fund--federal  
33 appropriation are provided solely to continue operation by a nonprofit  
34 organization of a toll-free hotline that assists families to learn  
35 about and enroll in the apple health for kids program.

36 ~~((+32+))~~ (31) \$400,000 of the general fund--state appropriation for  
37 fiscal year 2012 and \$400,000 of the general fund--state appropriation  
38 for fiscal year 2013 is provided solely for the local outreach, case



1 management, and coordination with dental providers needed to execute  
2 the access to baby and child dentistry program, which provides dental  
3 care to Medicaid eligible children up to age six.

4 ~~((+33+))~~ (32) Within the amounts appropriated in this section, the  
5 health care authority shall continue to provide dental services to  
6 pregnant women. Services shall include preventive, routine, and  
7 emergent dental care.

8 ~~((+34+))~~ (33) \$395,000 of the general fund--state appropriation for  
9 fiscal year 2012, \$395,000 of the general fund--state appropriation for  
10 fiscal year 2013, and \$790,000 of the general fund--federal  
11 appropriation are provided solely for continued operation of the  
12 dental education in care of persons with disabilities (DECOD) program  
13 at the University of Washington.

14 ~~((+35+))~~ (34) \$159,000 of the general fund--state appropriation for  
15 fiscal year 2012, \$302,000 of the general fund--private/local  
16 appropriation, and \$146,072,000 of the general fund--federal  
17 appropriation are provided solely for the provider incentive program  
18 and other initiatives related to the health information technology  
19 Medicaid plan. The general fund--private/local appropriation in this  
20 subsection shall be funded with proceeds from settlements in the case  
21 of *State of Washington vs. GlaxoSmithKline*. The authority and the  
22 office of the attorney general shall enter an interagency agreement  
23 regarding use of these funds.

24 ~~((+36+))~~ (35) \$2,926,000 of the general fund--local appropriation  
25 and \$2,928,000 of the general fund--federal appropriation are provided  
26 solely to support medical airlift services.

27 ~~((+37+))~~ (36) The authority shall collect data on enrollment and  
28 utilization to study whether the expansion of family planning coverage  
29 under Substitute Senate Bill No. 5912 is reducing state medical  
30 expenditures by reducing unwanted pregnancies. The authority shall  
31 report its findings to the legislature by December 1, 2012.

32 ~~((+38+))~~ (37) \$480,000 of the general fund--state appropriation for  
33 fiscal year 2012, \$480,000 of the general fund--state appropriation for  
34 fiscal year 2013, and \$824,000 of the general fund--federal  
35 appropriation are provided solely for customer services staff. The  
36 authority will attempt to improve the phone answer rate to 40 percent  
37 and reduce the response times to written questions to ten days for  
38 clients and 25 days for providers. The authority will report to the

1 legislature on its progress toward achieving these goals by January 1,  
2 2012. If the authority has not achieved these goals by July 1, 2012,  
3 then the authority shall reduce expenditures on management staff in  
4 order to increase expenditures on customer service staff until the  
5 goals are achieved.

6 ~~((+39+))~~ (38) The department shall purchase a brand name drug when  
7 it determines that the cost of the brand name drug after rebates is  
8 less than the cost of generic alternatives and that purchase of the  
9 brand rather than generic version can save at least \$250,000. The  
10 department may purchase generic alternatives when changes in market  
11 prices make the price of the brand name drug after rebates more  
12 expensive than the generic alternatives.

13 ~~((+41+))~~ (39) \$150,000 of the general fund--state appropriation for  
14 fiscal year 2012 and \$1,964,000 of the general fund--state  
15 appropriation for fiscal year 2013 are provided solely to implement  
16 Engrossed Second Substitute House Bill No. 2319 (affordable care act).  
17 If the bill is not enacted by June 30, 2012, the amounts provided in  
18 this subsection shall lapse.

19 ~~((+42+))~~ (40) \$1,109,000 of the general fund--state appropriation  
20 for fiscal year 2012, \$1,471,000 of the general fund--state  
21 appropriation for fiscal year 2013, and \$21,890,000 of the general  
22 fund--federal appropriation are provided solely to implement phase two  
23 of the project to create a single provider payment system that  
24 consolidates medicaid medical and social services payments and replaces  
25 the social service payment system.

26 ~~((+43+))~~ (41) In order to achieve the twelve percent reduction in  
27 emergency room expenditures in the fiscal year 2013 appropriations  
28 provided in this section, the authority, in consultation with the  
29 Washington state hospital association, the Washington state medical  
30 association, and the Washington chapter of the American college of  
31 emergency physicians shall designate best practices and performance  
32 measures to reduce medically unnecessary emergency room visits of  
33 medicaid clients. The Washington state hospital association, the  
34 Washington state medical association, and the Washington chapter of the  
35 American college of emergency physicians will work with the authority  
36 to promote these best practices. The best practices and performance  
37 measures shall consist of the following items:

1 (a) Adoption of a system to exchange patient information among  
2 emergency room departments on a regional or statewide basis;

3 (b) Active dissemination of patient educational materials produced  
4 by the Washington state hospital association, Washington state medical  
5 association, and the Washington chapter of the American college of  
6 emergency physicians that instruct patients on appropriate facilities  
7 for nonemergent health care needs;

8 (c) Designation of hospital personnel and emergency room physician  
9 personnel to receive and appropriately disseminate information on  
10 clients participating in the medicaid patient review and coordination  
11 program and to review monthly utilization reports on those clients  
12 provided by the authority;

13 (d) A process to assist the authority's patient review and  
14 coordination program clients with their care plans. The process must  
15 include substantial efforts by hospitals to schedule an appointment  
16 with the client's assigned primary care provider within seventy-two  
17 hours of the client's medically unnecessary emergency room visit when  
18 appropriate under the client's care plan;

19 (e) Implementation of narcotic guidelines that incorporate the  
20 Washington chapter of the American college of emergency physician  
21 guidelines;

22 (f) Physician enrollment in the state's prescription monitoring  
23 program, as long as the program is funded; and

24 (g) Designation of a hospital emergency department physician  
25 responsible for reviewing the state's medicaid utilization management  
26 feedback reports, which will include defined performance measures. The  
27 emergency department physician and hospital will have a process to take  
28 appropriate action in response to the information in the feedback  
29 reports if performance measures are not met. The authority must  
30 develop feedback reports that include timely emergency room utilization  
31 data such as visit rates, medically unnecessary visit rates (by  
32 hospital and by client), emergency department imaging utilization  
33 rates, and other measures as needed. The authority may utilize the  
34 Robert Bree collaborative for assistance related to this best practice.

35 The requirements for best practices for a critical access hospital  
36 should not include adoption of a system to exchange patient information  
37 if doing so would pose a financial burden, and should not include

1 requirements related to the authority's patient review and coordination  
2 program if the volume of those patients seen at the critical access  
3 hospital are small.

4 Hospitals participating in this medicaid best practices program  
5 shall submit to the authority a declaration from executive level  
6 leadership indicating hospital adoption of and compliance with the best  
7 practices enumerated above. In the declaration, hospitals will affirm  
8 that they have in place written policies, procedures, or guidelines to  
9 implement these best practices and are willing to share them upon  
10 request. The declaration must also give consent for the authority to  
11 disclose feedback reports and performance measures on its web site.  
12 The authority shall submit a list of declaring hospitals to the  
13 relevant policy and fiscal committees of the legislature by July 15,  
14 2012.

15 If the authority does not receive by July 1, 2012, declarations  
16 from hospitals representing at least seventy-five percent of emergency  
17 room visits by medicaid clients in fiscal year 2010, the authority may  
18 implement a policy of nonpayment of medically unnecessary emergency  
19 room visits, with appropriate client and clinical safeguards such as  
20 exemptions and expedited prior authorization. The authority shall by  
21 January 15, 2013, perform a preliminary fiscal analysis of trends in  
22 implementing the best practices in this subsection, focusing on outlier  
23 hospitals with high rates of unnecessary visits by medicaid clients,  
24 high emergency room visit rates for patient review and coordination  
25 clients, low rates of completion of treatment plans for patient review  
26 and coordination clients assigned to the hospital, and high rates of  
27 prescribed long-acting opiates. In cooperation with the leadership of  
28 the hospital, medical, and emergency physician associations, additional  
29 efforts shall be focused on assisting those outlier hospitals and  
30 providers to achieve more substantial savings. The authority by  
31 January 15, 2013, will report to the legislature about whether assumed  
32 savings based on preliminary trend and forecasted data are on target  
33 and if additional best practices or other actions need to be  
34 implemented.

35 If necessary, pursuant to RCW 34.05.350(1)(c), the authority may  
36 employ emergency rulemaking to achieve the reductions assumed in the  
37 appropriations under this section.

1 Nothing in this subsection shall in any way impact the authority's  
2 ability to adopt and implement policies pertaining to the patient  
3 review and coordination program.

4 ~~((46))~~ (42) The ~~((department))~~ authority shall seek a medicaid  
5 state plan amendment to create a ~~((graduate-medical-education))~~  
6 professional services supplemental payment managed care program for  
7 professional services delivered to managed care recipients by  
8 University of Washington medicine and other public professional  
9 providers. This program shall be effective as soon as administratively  
10 possible and shall operate concurrently with the existing professional  
11 services supplemental payment program. ~~((Providers that participate in  
12 the-graduate-medical-education-supplemental-payment-program-are-not  
13 eligible-to-participate-in-the-professional-services-supplemental  
14 payment-program.))~~ The ~~((department))~~ authority shall apply federal  
15 rules for identifying the difference between ~~((current-physician  
16 encounter))~~ average commercial rates and fee-for-service medicaid  
17 payments ~~((to participating providers and the applicable federal upper  
18 payment limit))~~. This difference will be multiplied by the number of  
19 managed care encounters and incorporated into the managed care plan  
20 capitation rates by a certified actuary. The managed care plans will  
21 pay the providers the difference attributable to the increased  
22 capitation rate. Participating providers shall be solely responsible  
23 for providing the local funds required to obtain federal matching  
24 funds. Any incremental costs incurred by the ~~((department))~~ authority  
25 in the development, implementation, and maintenance of this program  
26 shall be the responsibility of the participating providers.  
27 Participating providers shall retain the full amount of supplemental  
28 payments provided under this program, net of any costs related to the  
29 program that are disallowed due to audits or litigation against the  
30 state.

31 ~~((47))~~ (43) The authority shall exclude antiretroviral drugs used  
32 to treat HIV/AIDS, anticancer medication that is used to kill or slow  
33 the growth of cancerous cells, antihemophilic drugs, insulin and other  
34 drugs to lower blood glucose, and immunosuppressive drugs from any  
35 formulary limitations implemented to operate within the appropriations  
36 provided in this section.

37 ~~((48))~~ (44) If Engrossed Substitute Senate Bill No. 5978  
38 (medicaid fraud) is not enacted by June 30, 2012, the amounts

1 appropriated in this section from the medicaid fraud penalty account--  
2 state appropriation shall lapse and an additional \$3,608,000 shall be  
3 appropriated from the general fund--state for fiscal year 2013 for  
4 medicaid services, fraud detection and prevention activities, recovery  
5 of improper payments, and for other medicaid fraud enforcement  
6 activities.

7 ~~((+50+))~~ (45) Within the amounts appropriated in this section, the  
8 health care authority and the department of social and health services  
9 shall implement the state option to provide health homes for enrollees  
10 with chronic conditions under section 2703 of the federal affordable  
11 care act. The total state match for enrollees who are dually-eligible  
12 for both medicare and medicaid and not enrolled in managed care shall  
13 be no more than the net savings to the state from the enhanced match  
14 rate for its medicaid-only managed care enrollees under section 2703.

15 ~~((+51+))~~ (46) The health care authority shall not initiate any  
16 services that require expenditure of state general fund moneys unless  
17 expressly authorized in this act or other law. The health care  
18 authority may seek, receive, and spend, under RCW 43.79.260 through  
19 43.79.282, federal moneys not anticipated in this act as long as the  
20 federal funding does not require expenditure of state moneys for the  
21 program in excess of amounts anticipated in this act. If the health  
22 care authority receives unanticipated unrestricted federal moneys,  
23 those moneys shall be spent for services authorized in this act or in  
24 any other legislation providing appropriation authority, and an equal  
25 amount of appropriated state general fund moneys shall lapse. Upon the  
26 lapsing of any moneys under this subsection, the office of financial  
27 management shall notify the legislative fiscal committees. As used in  
28 this subsection, "unrestricted federal moneys" includes block grants  
29 and other funds that federal law does not require to be spent on  
30 specifically defined projects or matched on a formula basis by state  
31 funds.

32 ~~((+52+))~~ (47) \$66,000 of the general fund--state appropriation for  
33 fiscal year 2013 and \$66,000 of the general fund--federal appropriation  
34 are provided solely to implement Engrossed Second Substitute House Bill  
35 No. 2536 (children services/delivery). The department of social and  
36 health services' programs responsible for administration of mental  
37 health, child welfare, and juvenile justice programs will coordinate  
38 with the health care authority on the development of contract terms

1 which facilitate efforts to meet requirements of the bill. If the bill  
2 is not enacted by June 30, 2012, the amounts provided in this  
3 subsection shall lapse.

4 ~~((+53+))~~ (48) The health care authority shall participate in the  
5 work group established by the department of corrections in section  
6 220(2) of this act to review release options for elderly and infirm  
7 offenders.

8 (49) \$208,000 of the general fund--state appropriation for fiscal  
9 year 2013 and \$728,000 of the general fund--federal appropriation are  
10 provided solely for the rebasing of outpatient and inpatient payment  
11 methods.

12 **Sec. 1214.** 2012 2nd sp.s. c 7 s 216 (uncodified) is amended to  
13 read as follows:

14 **FOR THE CRIMINAL JUSTICE TRAINING COMMISSION**

|    |   |                               |
|----|---|-------------------------------|
| 15 | General Fund--State Appropriation (FY 2012) . . . . .       | \$14,589,000                  |
| 16 | General Fund--State Appropriation (FY 2013) . . . . .       | <del>(( \$14,147,000 ))</del> |
| 17 |   | <u>\$14,549,000</u>           |
| 18 | General Fund--Federal Appropriation . . . . .               | \$456,000                     |
| 19 | General Fund--Private/Local Appropriation . . . . .         | <del>(( \$4,048,000 ))</del>  |
| 20 |   | <u>\$3,895,000</u>            |
| 21 | Death Investigations Account--State Appropriation . . . . . | \$148,000                     |
| 22 | Municipal Criminal Justice Assistance Account--             |                               |
| 23 | State Appropriation . . . . .                               | \$460,000                     |
| 24 | Washington Auto Theft Prevention Authority Account--        |                               |
| 25 | State Appropriation . . . . .                               | \$8,597,000                   |
| 26 | TOTAL APPROPRIATION . . . . .                               | <del>(( \$42,445,000 ))</del> |
| 27 |   | <u>\$42,694,000</u>           |

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

30 (1) \$5,000,000 of the general fund--state appropriation for fiscal  
31 year 2012 and \$5,000,000 of the general fund--state appropriation for  
32 fiscal year 2013, are provided to the Washington association of  
33 sheriffs and police chiefs solely to verify the address and residency  
34 of registered sex offenders and kidnapping offenders under RCW  
35 9A.44.130.

36 (2) \$321,000 of the general fund--local appropriation is provided  
37 solely to purchase ammunition for the basic law enforcement academy.

1 Jurisdictions shall reimburse to the criminal justice training  
2 commission the costs of ammunition, based on the average cost of  
3 ammunition per cadet, for cadets that they enroll in the basic law  
4 enforcement academy.

5 (3) The criminal justice training commission may not run a basic  
6 law enforcement academy class of fewer than 30 students.

7 (4) \$100,000 of the general fund--state appropriation for fiscal  
8 year 2012 and \$100,000 of the general fund--state appropriation for  
9 fiscal year 2013 are provided solely for a school safety program. The  
10 commission, in collaboration with the school safety center advisory  
11 committee, shall provide the school safety training for all school  
12 administrators and school safety personnel hired after the effective  
13 date of this section.

14 (5) \$96,000 of the general fund--state appropriation for fiscal  
15 year 2012 and \$96,000 of the general fund--state appropriation for  
16 fiscal year 2013 are provided solely for the school safety center  
17 within the commission. The safety center shall act as an information  
18 dissemination and resource center when an incident occurs in a school  
19 district in Washington or in another state, coordinate activities  
20 relating to school safety, and review and approve manuals and curricula  
21 used for school safety models and training. Through an interagency  
22 agreement, the commission shall provide funding for the office of the  
23 superintendent of public instruction to continue to develop and  
24 maintain a school safety information web site. The school safety  
25 center advisory committee shall develop and revise the training  
26 program, using the best practices in school safety, for all school  
27 safety personnel. The commission shall provide research-related  
28 programs in school safety and security issues beneficial to both law  
29 enforcement and schools.

30 (6) \$1,000,000 of the general fund--state appropriation for fiscal  
31 year 2012 and \$1,000,000 of the general fund--state appropriation for  
32 fiscal year 2013 are provided solely for grants to counties enforcing  
33 illegal drug laws and which have been underserved by federally funded  
34 state narcotics task forces. The Washington association of sheriffs  
35 and police chiefs, the Washington association of prosecuting attorneys,  
36 and the Washington association of county officials shall jointly  
37 develop funding allocations for the offices of the county sheriff,



1 county prosecutor, and county clerk in qualifying counties. The  
2 commission shall not impose an administrative cost on this program.

3 **Sec. 1215.** 2012 2nd sp.s. c 7 s 218 (uncodified) is amended to  
4 read as follows:

5 **FOR THE DEPARTMENT OF VETERANS AFFAIRS**

6 (1) HEADQUARTERS

7 General Fund--State Appropriation (FY 2012) . . . . . \$1,829,000  
8 General Fund--State Appropriation (FY 2013) . . . . . \$1,801,000  
9 Charitable, Educational, Penal, and Reformatory  
10 Institutions Account--State Appropriation . . . . . \$10,000  
11 TOTAL APPROPRIATION . . . . . \$3,640,000

12 (2) FIELD SERVICES

13 General Fund--State Appropriation (FY 2012) . . . . . \$5,002,000  
14 General Fund--State Appropriation (FY 2013) . . . . . \$4,964,000  
15 General Fund--Federal Appropriation . . . . . \$3,348,000  
16 General Fund--Private/Local Appropriation . . . . . (~~(\$4,722,000)~~)  
17 \$5,172,000  
18 Veterans Innovations Program Account--State  
19 Appropriation . . . . . \$810,000  
20 Veteran Estate Management Account--Private/Local  
21 Appropriation . . . . . \$1,079,000  
22 TOTAL APPROPRIATION . . . . . (~~(\$19,925,000)~~)  
23 \$20,375,000

24 The appropriations in this subsection are subject to the following  
25 conditions and limitations: \$821,000 of the veterans innovations  
26 program account--state appropriation is provided solely for the  
27 department to continue support for returning combat veterans through  
28 the veterans innovation program, including emergency financial  
29 assistance through the defenders' fund and long-term financial  
30 assistance through the competitive grant program.

31 (3) INSTITUTIONAL SERVICES

32 General Fund--State Appropriation (FY 2012) . . . . . \$1,743,000  
33 General Fund--Federal Appropriation . . . . . (~~(\$61,437,000)~~)  
34 \$60,019,000  
35 General Fund--Private/Local Appropriation . . . . . (~~(\$29,506,000)~~)

1 \$30,569,000  
 2 TOTAL APPROPRIATION . . . . . ((~~\$92,686,000~~))  
 3 \$92,331,000

4 **Sec. 1216.** 2012 2nd sp.s. c 7 s 219 (uncodified) is amended to  
 5 read as follows:

6 **FOR THE DEPARTMENT OF HEALTH**

7 General Fund--State Appropriation (FY 2012) . . . . . \$79,404,000  
 8 General Fund--State Appropriation (FY 2013) . . . . . ((~~\$78,114,000~~))  
 9 \$77,589,000  
 10 General Fund--Federal Appropriation . . . . . ((~~\$553,078,000~~))  
 11 \$573,078,000  
 12 General Fund--Private/Local Appropriation . . . . . ((~~\$148,055,000~~))  
 13 \$144,055,000  
 14 Hospital Data Collection Account--State Appropriation . . . . . \$214,000  
 15 Health Professions Account--State Appropriation . . . . . \$99,085,000  
 16 Aquatic Lands Enhancement Account--State Appropriation . . . . . \$604,000  
 17 Emergency Medical Services and Trauma Care Systems  
 18 Trust Account--State Appropriation . . . . . ((~~\$12,300,000~~))  
 19 \$10,523,000  
 20 Safe Drinking Water Account--State Appropriation . . . . . \$4,464,000  
 21 Drinking Water Assistance Account--Federal  
 22 Appropriation . . . . . \$21,965,000  
 23 Waterworks Operator Certification--State  
 24 Appropriation . . . . . \$1,528,000  
 25 Drinking Water Assistance Administrative Account--  
 26 State Appropriation . . . . . \$326,000  
 27 Site Closure Account--State Appropriation . . . . . \$79,000  
 28 Biotoxin Account--State Appropriation . . . . . ((~~\$1,167,000~~))  
 29 \$1,231,000  
 30 State Toxics Control Account--State Appropriation . . . . . \$3,628,000  
 31 Medical Test Site Licensure Account--State  
 32 Appropriation . . . . . \$2,311,000  
 33 Youth Tobacco Prevention Account--State  
 34 Appropriation . . . . . ((~~\$1,512,000~~))  
 35 \$1,348,000  
 36 Community and Economic Development Fee Account--State  
 37 Appropriation . . . . . \$298,000



1 in-home health service agencies, and producers of radioactive waste;  
2 the regulation and inspection of shellfish sanitary control, surgical  
3 facility licensing, and; fees associated with the following  
4 professions: Dieticians and nutritionists, occupational therapists,  
5 pharmacy, veterinarian, orthotics and prosthetics, surgical  
6 technicians, nursing home administrators, health care assistants,  
7 hearing and speech, psychology, hypnotherapy, chiropractic, social  
8 workers, physicians, and physician assistants.

9 (3) Pursuant to RCW 18.130.250, the department is authorized to  
10 establish a lower cost fee category for retired licensed practical  
11 nurses and registered nurses.

12 (4) In accordance with RCW 43.135.055, the department is authorized  
13 to adopt fees set forth in and previously authorized in chapter 92,  
14 Laws of 2010.

15 (5) \$1,969,000 of the health professions account--state  
16 appropriation is provided solely to implement online licensing for  
17 health care providers. The department must submit a detailed  
18 investment plan for this project to the office of financial management.  
19 The office of financial management must review and approve this plan  
20 before funding may be expended. The department of health must  
21 successfully implement online application and renewal for at least one  
22 profession as a pilot project before pursuing additional professions.  
23 The department must report to the office of financial management on the  
24 outcome of the pilot project.

25 (6) \$16,000 of the health professions account--state appropriation  
26 is provided solely for the implementation of House Bill No. 1181 (board  
27 of naturopathy). If the bill is not enacted by June 30, 2011, the  
28 amount provided in this subsection shall lapse.

29 (7) \$21,000 of the health professions account--state appropriation  
30 is provided solely for the implementation of Substitute House Bill No.  
31 1304 (health care assistants). If the bill is not enacted by June 30,  
32 2011, the amount provided in this subsection shall lapse.

33 (8) \$54,000 of the health professions account--state appropriation  
34 is provided solely for the implementation of House Bill No. 1353  
35 (pharmacy technicians). If the bill is not enacted by June 30, 2011,  
36 the amount provided in this subsection shall lapse.

37 (9) \$142,000 of the health professions account--state appropriation

1 is provided solely for the implementation of Engrossed Substitute  
2 Senate Bill No. 5020 (social workers). If the bill is not enacted by  
3 June 30, 2011, the amount provided in this subsection shall lapse.

4 (10) \$336,000 of the health professions account--state  
5 appropriation is provided solely for the implementation of Senate Bill  
6 No. 5480 (physicians and physician assistants). If the bill is not  
7 enacted by June 30, 2011, the amount provided in this subsection shall  
8 lapse.

9 (11) \$46,000 of the health professions account--state appropriation  
10 is provided solely for the implementation of Substitute Senate Bill No.  
11 5071 (online access for midwives and marriage and family therapists).  
12 If the bill is not enacted by June 30, 2011, the amount provided in  
13 this subsection shall lapse.

14 (12) \$137,000 of the health professions account--state  
15 appropriation is provided solely for implementation of Substitute House  
16 Bill No. 1133 (massage practitioner license). If the bill is not  
17 enacted by June 30, 2011, the amount provided in this subsection shall  
18 lapse.

19 (13) \$85,000 of the general fund--state appropriation for fiscal  
20 year 2012 is provided solely for the developmental disabilities council  
21 to contract for a family-to-family mentor program to provide  
22 information and support to families and guardians of persons who are  
23 transitioning out of residential habilitation centers. To the maximum  
24 extent allowable under federal law, these funds shall be matched under  
25 medicaid through the department of social and health services and  
26 federal funds shall be transferred to the department for the purposes  
27 stated in this subsection. If Second Substitute Senate Bill No. 5459  
28 (people with developmental disabilities) is not enacted by June 30,  
29 2011, the amounts provided in this subsection shall lapse.

30 (14) \$57,000 of the general fund--state appropriation for fiscal  
31 year 2012 and \$58,000 of the general fund--state appropriation for  
32 fiscal year 2013 are provided solely for the midwifery licensure and  
33 regulatory program to offset a reduction in revenue from fees. There  
34 shall be no change to the current annual fees for new or renewed  
35 licenses for the midwifery program, except from online access to HEAL-  
36 WA. The department shall convene the midwifery advisory committee on  
37 a quarterly basis to address issues related to licensed midwifery.

1 (15) \$118,000 of the general fund--state appropriation for fiscal  
2 year 2012 and \$118,000 of the general fund--state appropriation for  
3 fiscal year 2013 are provided solely for prevention of youth suicides.

4 (16) \$87,000 of the general fund--state appropriation for fiscal  
5 year 2012 and \$87,000 of the general fund--state appropriation for  
6 fiscal year 2013 are provided solely for the senior falls prevention  
7 program.

8 (17) \$19,000 of the health professions account--state appropriation  
9 is provided solely for implementation of Senate Bill No. 6290 (military  
10 spouses and partners). If the bill is not enacted by June 30, 2012,  
11 the amount provided in this subsection shall lapse.

12 (18) \$102,000 of the health professions account--state  
13 appropriation is provided solely for implementation of Engrossed  
14 Substitute Senate Bill No. 6237 (career pathway/medical assistants).  
15 If the bill is not enacted by June 30, 2012, the amount provided in  
16 this subsection shall lapse.

17 (19) \$21,000 of the health professions account--state appropriation  
18 is provided solely for implementation of Substitute Senate Bill No.  
19 6328 (mental health professionals). If the bill is not enacted by June  
20 30, 2012, the amount provided in this subsection shall lapse.

21 (20) \$61,000 of the health professions account--state appropriation  
22 is provided solely for implementation of Engrossed Substitute Senate  
23 Bill No. 6103 (reflexologists). If the bill is not enacted by June 30,  
24 2012, the amount provided in this subsection shall lapse.

25 (21) \$28,000 of the health professions account--state appropriation  
26 is provided solely for implementation of Engrossed Second Substitute  
27 Senate Bill No. 5620 (dental anesthesia assistants). If the bill is  
28 not enacted by June 30, 2012, the amount provided in this subsection  
29 shall lapse.

30 (22) Appropriations for fiscal year 2013 include funding for  
31 consolidation of the department of ecology's low-level radioactive  
32 waste site use permit program in the department of health.

33 (23) During the remainder of the 2011-2013 fiscal biennium, each  
34 person subject to RCW 43.70.110(3)(c) is required to pay only one  
35 surcharge of up to twenty-five dollars annually for the purposes of RCW  
36 43.70.112, regardless of how many professional licenses the person  
37 holds.

1 (24) \$15,000 of the health professions account--state appropriation  
2 is provided solely to implement Substitute House Bill No. 2056  
3 (assisted living facilities). If the bill is not enacted by June 30,  
4 2012, the amount provided in this subsection shall lapse.

5 (25) \$11,000 of the health professions account--state appropriation  
6 is provided solely to implement Engrossed House Bill No. 2186 (licensed  
7 midwives). If the bill is not enacted by June 30, 2012, the amount  
8 provided in this subsection shall lapse.

9 (26) \$11,000 of the general fund--state appropriation for fiscal  
10 year 2013 is provided solely to implement Engrossed Substitute House  
11 Bill No. 2229 (hospital employees). If the bill is not enacted by June  
12 30, 2012, the amount provided in this subsection shall lapse.

13 (27) \$48,000 of the health professions account--state appropriation  
14 is provided solely to implement Engrossed Substitute House Bill No.  
15 2314 (long-term care workers). If the bill is not enacted by June 30,  
16 2012, the amount provided in this subsection shall lapse.

17 (28) \$280,000 of the health professions account--state  
18 appropriation is provided solely to implement Engrossed Substitute  
19 House Bill No. 2366 (suicide assessment and training). If the bill is  
20 not enacted by June 30, 2012, the amounts provided in this subsection  
21 shall lapse.

22 (29) \$11,000 of the general fund--state appropriation for fiscal  
23 year 2013 is provided solely to implement Engrossed Substitute House  
24 Bill No. 2582 (health care services billing). If the bill is not  
25 enacted by June 30, 2012, the amount provided in this subsection shall  
26 lapse.

27 (30) \$22,000 of the general fund--state appropriation for fiscal  
28 year 2013 is provided solely to implement Substitute Senate Bill No.  
29 6105 (prescription monitoring program). If the bill is not enacted by  
30 June 30, 2012, the amount provided in this subsection shall lapse.

31 (31) \$30,000 of the health professions account--state appropriation  
32 is provided solely for implementation of Engrossed Substitute House  
33 Bill No. 2473 (medication assistant endorsement). If the bill is not  
34 enacted by June 30, 2012, the amount provided in this subsection shall  
35 lapse.

36 (32) General fund--state appropriations for fiscal year 2013  
37 includes funding to subsidize operating license and inspection fees in  
38 the temporary worker housing program. In implementing this subsidy,

1 the department shall evaluate program regulations including but not  
2 limited to the use of occupancy levels to determine the fee structure  
3 and the frequency of inspections.

4 **Sec. 1217.** 2012 2nd sp.s. c 7 s 220 (uncodified) is amended to  
5 read as follows:

6 **FOR THE DEPARTMENT OF CORRECTIONS**

7 The appropriations to the department of corrections in this act  
8 shall be expended for the programs and in the amounts specified in this  
9 section. However, after May 1, ((2012)) 2013, after approval by the  
10 director of financial management and unless specifically prohibited by  
11 this act, the department may transfer general fund--state  
12 appropriations for fiscal year ((2012)) 2013 between programs. The  
13 department shall not transfer funds, and the director of financial  
14 management shall not approve the transfer, unless the transfer is  
15 consistent with the objective of conserving, to the maximum extent  
16 possible, the expenditure of state funds. The director of financial  
17 management shall notify the appropriate fiscal committees of the senate  
18 and house of representatives in writing seven days prior to approving  
19 any deviations from appropriation levels. The written notification  
20 shall include a narrative explanation and justification of the changes,  
21 along with expenditures and allotments by budget unit and  
22 appropriation, both before and after any allotment modifications or  
23 transfers.

24 (1) ADMINISTRATION AND SUPPORT SERVICES

|  |                                |
|--|--------------------------------|
| 25 General Fund--State Appropriation (FY 2012) . . . . . | \$52,025,000                   |
| 26 General Fund--State Appropriation (FY 2013) . . . . . | (( <del>\$52,981,000</del> ))  |
|  | <u>\$52,706,000</u>            |
| 28 TOTAL APPROPRIATION . . . . .                         | (( <del>\$105,006,000</del> )) |
|  | <u>\$104,731,000</u>           |

30 The appropriations in this subsection are subject to the following  
31 conditions and limitations: \$35,000 of the general fund--state  
32 appropriation for fiscal year 2012 and \$35,000 of the general fund--  
33 state appropriation for fiscal year 2013 are provided solely for the  
34 support of a statewide council on mentally ill offenders that includes  
35 as its members representatives of community-based mental health  
36 treatment programs, current or former judicial officers, and directors  
37 and commanders of city and county jails and state prison facilities.



1 The council will investigate and promote cost-effective approaches to  
2 meeting the long-term needs of adults and juveniles with mental  
3 disorders who have a history of offending or who are at-risk of  
4 offending, including their mental health, physiological, housing,  
5 employment, and job training needs.

6 (2) CORRECTIONAL OPERATIONS

|    |   |                              |
|----|---|------------------------------|
| 7  | General Fund--State Appropriation (FY 2012) . . . . . | \$598,237,000                |
| 8  | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$575,457,000)</del>   |
| 9  |   | <u>\$581,723,000</u>         |
| 10 | General Fund--Federal Appropriation . . . . .         | \$3,324,000                  |
| 11 | Washington Auto Theft Prevention Authority Account--  |                              |
| 12 | State Appropriation . . . . .                         | <del>(\$14,079,000)</del>    |
| 13 |   | <u>\$13,177,000</u>          |
| 14 | Enhanced 911 Account--State Appropriation . . . . .   | \$2,000,000                  |
| 15 | TOTAL APPROPRIATION . . . . .                         | <del>(\$1,193,097,000)</del> |
| 16 |   | <u>\$1,198,461,000</u>       |

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

19 (a) During the 2011-13 biennium, when contracts are established or  
20 renewed for offender pay phone and other telephone services provided to  
21 inmates, the department shall select the contractor or contractors  
22 primarily based on the following factors: (i) The lowest rate charged  
23 to both the inmate and the person paying for the telephone call; and  
24 (ii) the lowest commission rates paid to the department, while  
25 providing reasonable compensation to cover the costs of the department  
26 to provide the telephone services to inmates and provide sufficient  
27 revenues for the activities funded from the institutional welfare  
28 betterment account.

29 (b) The Harborview medical center and the University of Washington  
30 medical center shall provide inpatient and outpatient hospital services  
31 to offenders confined in department of corrections facilities at a rate  
32 no greater than the average rate that the department has negotiated  
33 with other community hospitals in Washington state.

34 (c) \$102,000 of the general fund--state appropriation for fiscal  
35 year 2012 and \$102,000 of the general fund--state appropriation for  
36 fiscal year 2013 are provided solely to implement House Bill No. 1290  
37 (health care employee overtime). If the bill is not enacted by June  
38 30, 2011, the amounts provided in this subsection shall lapse.

1 (d) \$32,000 of the general fund--state appropriation for fiscal  
2 year 2012 and \$33,000 of the general fund--state appropriation for  
3 fiscal year 2013 are provided solely to implement Substitute House Bill  
4 No. 1718 (offenders with developmental disabilities). If the bill is  
5 not enacted by June 30, 2011, the amounts provided in this subsection  
6 shall lapse.

7 (e) The department of corrections shall contract with local and  
8 tribal governments for the provision of jail capacity to house  
9 offenders. A contract shall not have a cost of incarceration in excess  
10 of \$85 per day per offender. A contract shall not have a year-to-year  
11 increase in excess of three percent per year. The contracts may  
12 include rates for the medical care of offenders which exceed the daily  
13 cost of incarceration and the limitation on year-to-year increase,  
14 provided that medical payments conform to the department's offender  
15 health plan, pharmacy formulary, and all off-site medical expenses are  
16 preapproved by department utilization management staff.

17 (f) \$311,000 of the general fund--state appropriation for fiscal  
18 year 2013 is provided solely for implementation of House Bill No. 2346  
19 (correctional officer uniforms). If the bill is not enacted by June  
20 30, 2012, the amount provided in this subsection shall lapse.

21 (g) \$41,000 of the general fund--state appropriation for fiscal  
22 year 2012 and \$165,000 of the general fund--state appropriation for  
23 fiscal year 2013 are provided solely for the department to maintain the  
24 facility, property, and assets at the institution formerly known as the  
25 maple lane school in Rochester. The department may not house  
26 incarcerated offenders at the maple lane site until specifically  
27 directed by the legislature. By November 1, 2012, the department shall  
28 report to the appropriate fiscal committees of the house of  
29 representatives and the senate with a plan for the future use of the  
30 facility.

31 (h) By December 1, 2012, the department shall provide to the  
32 legislative fiscal committees a report that evaluates health care  
33 expenditures in Washington state correctional institutions and makes  
34 recommendations for controlling health care costs. The report shall  
35 evaluate the source of health care costs, including offender health  
36 issues, use of pharmaceuticals, offsite and specialist medical care,  
37 chronic disease costs, and mental health issues. The department may

1 include information from other states on cost control in offender  
2 health care, trends in offender health care that indicate potential  
3 cost increases, and management of high-cost diagnoses.

4 (i) The department shall convene a work group to develop health  
5 care cost containment strategies at local jail facilities. The work  
6 group shall identify cost containment strategies in place at the  
7 department and at local jail facilities, identify the costs and  
8 benefits of implementing strategies in jail health-care facilities, and  
9 make recommendations on implementing beneficial strategies. The work  
10 group shall submit a report on its findings and recommendations to the  
11 fiscal committees of the legislature by October 1, 2013. The work  
12 group shall include jail administrators, representatives from health  
13 care facilities at the local jail level and the state prisons level,  
14 and other representatives as deemed necessary.

15 (j) The department of corrections, with participation of the health  
16 care authority and the department of social and health services, aging  
17 and adult services administration, shall establish a work group to  
18 analyze and review release options for elderly and infirm offenders and  
19 submit recommendations to the appropriate policy and fiscal committees  
20 of the legislature with release options for these populations no later  
21 than December 1, 2012. In making its recommendations, the work group  
22 shall identify:

23 (i) The most expensive medical conditions for which the department  
24 has had to treat its offenders and the offenders receiving the most  
25 costly ongoing medical treatments;

26 (ii) For identified populations, the age, level of disability, cost  
27 of care while incarcerated, safety issues related to release, ease of  
28 placement, and time served in relation to the offender's sentence;

29 (iii) Potential cost savings to the state that may be generated by  
30 the early release of elderly and infirm offenders;

31 (iv) Housing options to expedite the release of aging and infirm  
32 offenders while maintaining the safety of housing providers, other  
33 housing residents, and the general public; and

34 (v) Optimal procedures for reviewing offenders on a case-by-case  
35 basis to ensure that the interests of justice and public safety are  
36 considered in any early release decision.

37 (3) COMMUNITY SUPERVISION

38 General Fund--State Appropriation (FY 2012) . . . . . \$127,121,000

1 General Fund--State Appropriation (FY 2013) . . . . . (~~(\$128,494,000)~~)  
 2 \$126,033,000  
 3 Federal Narcotics Forfeiture Account--Federal  
 4     Appropriation . . . . . \$372,000  
 5 Controlled Substances Account--State  
 6     Appropriation . . . . . \$32,000  
 7         TOTAL APPROPRIATION . . . . . (~~(\$256,019,000)~~)  
 8 \$253,558,000

9         The appropriations in this subsection are subject to the following  
 10 conditions and limitations:

11         (a) \$875,000 of the general fund--state appropriation for fiscal  
 12 year 2012 is provided solely to implement Engrossed Substitute House  
 13 Bill No. 5891 (criminal justice cost savings). If the bill is not  
 14 enacted by June 30, 2011, the amount provided in this subsection shall  
 15 lapse.

16         (b) (~~(\$6,362,000)~~) \$3,753,000 of the general fund--state  
 17 appropriation for fiscal year 2013 is provided solely to implement an  
 18 evidence-based risk-needs-responsivity model for community supervision  
 19 of offenders.

20         (4) CORRECTIONAL INDUSTRIES

21 General Fund--State Appropriation (FY 2012) . . . . . \$2,513,000  
 22 General Fund--State Appropriation (FY 2013) . . . . . \$2,431,000  
 23         TOTAL APPROPRIATION . . . . . \$4,944,000

24         The appropriations in this subsection are subject to the following  
 25 conditions and limitations: \$66,000 of the general fund--state  
 26 appropriation for fiscal year 2012 is provided solely for transfer to  
 27 the jail industries board. The board shall use the amounts provided  
 28 only for administrative expenses, equipment purchases, and technical  
 29 assistance associated with advising cities and counties in developing,  
 30 promoting, and implementing consistent, safe, and efficient offender  
 31 work programs.

32         (5) INTERAGENCY PAYMENTS

33 General Fund--State Appropriation (FY 2012) . . . . . \$35,821,000  
 34 General Fund--State Appropriation (FY 2013) . . . . . (~~(\$27,264,000)~~)  
 35 \$27,539,000  
 36         TOTAL APPROPRIATION . . . . . (~~(\$63,085,000)~~)  
 37 \$63,360,000

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

3 (a) The state prison institutions may use funds appropriated in  
4 this subsection to rent uniforms from correctional industries in  
5 accordance with existing legislative mandates.

6 (b) The state prison medical facilities may use funds appropriated  
7 in this subsection to purchase goods and supplies through hospital or  
8 other group purchasing organizations when it is cost effective to do  
9 so.

10 (c) The department shall reduce payments to the department of  
11 information services or its successor by \$213,000 in fiscal year 2012  
12 and by \$1,150,000 in fiscal year 2013. The reduction in payment shall  
13 be related to the elimination of the offender base tracking system,  
14 including moving remaining portions of the offender base tracking  
15 system into the offender management network information system.

16 **Sec. 1218.** 2012 2nd sp.s. c 7 s 221 (uncodified) is amended to  
17 read as follows:

18 **FOR THE DEPARTMENT OF SERVICES FOR THE BLIND**

|    |   |                           |
|----|---|---------------------------|
| 19 | General Fund--State Appropriation (FY 2012) . . . . . | \$2,159,000               |
| 20 | General Fund--State Appropriation (FY 2013) . . . . . | \$2,131,000               |
| 21 | General Fund--Federal Appropriation . . . . .         | <del>(\$19,239,000)</del> |
| 22 |   | <u>\$19,739,000</u>       |
| 23 | General Fund--Private/Local Appropriation . . . . .   | <del>(\$30,000)</del>     |
| 24 |   | <u>\$105,000</u>          |
| 25 | TOTAL APPROPRIATION . . . . .                         | <del>(\$23,559,000)</del> |
| 26 |   | <u>\$24,134,000</u>       |

27 **Sec. 1219.** 2012 2nd sp.s. c 7 s 222 (uncodified) is amended to  
28 read as follows:

29 **FOR THE EMPLOYMENT SECURITY DEPARTMENT**

|    |   |                            |
|----|---|----------------------------|
| 30 | General Fund--Federal Appropriation . . . . .       | \$267,069,000              |
| 31 | General Fund--Private/Local Appropriation . . . . . | \$33,856,000               |
| 32 | Unemployment Compensation Administration Account--  |                            |
| 33 | Federal Appropriation . . . . .                     | <del>(\$349,247,000)</del> |
| 34 |   | <u>\$356,767,000</u>       |
| 35 | Administrative Contingency Account--State           |                            |
| 36 | Appropriation . . . . .                             | \$20,940,000               |

|   |  |                            |
|---|--|----------------------------|
| 1 | Employment Service Administrative Account--State |                            |
| 2 | Appropriation . . . . .                          | \$33,609,000               |
| 3 | TOTAL APPROPRIATION . . . . .                    | <del>(\$704,721,000)</del> |
| 4 |  | <u>\$712,241,000</u>       |

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

7       (1) \$39,666,000 of the unemployment compensation administration  
8 account--federal appropriation is from amounts made available to the  
9 state by section 903 (d), (f), and (g) of the social security act (Reed  
10 act). This amount is provided solely for continuing current  
11 unemployment insurance functions and department services to employers  
12 and job seekers.

13       (2) \$35,584,000 of the unemployment compensation administration  
14 account--federal appropriation is from amounts made available to the  
15 state by section 903 (d), (f), and (g) of the social security act (Reed  
16 act). This amount is provided solely for the replacement of the  
17 unemployment insurance tax information system for the employment  
18 security department. The employment security department shall support  
19 the department of revenue and department of labor and industries to  
20 develop a common vision to ensure technological compatibility between  
21 the three agencies to facilitate a coordinated business tax system for  
22 the future that improves services to business customers. The amounts  
23 provided in this subsection are conditioned on the department  
24 satisfying the requirements of the project management oversight  
25 standards and policies established by the office of the chief  
26 information officer created in Engrossed Substitute Senate Bill No.  
27 5931 (information technology management).

28       (3) \$25,000 of the unemployment compensation administration  
29 account--federal appropriation is from amounts made available to the  
30 state by section 903 (d), (f), and (g) of the social security act (Reed  
31 act). This amount is provided solely for implementation of system  
32 changes to the unemployment insurance tax information system required  
33 under chapter 4, Laws of 2011 (unemployment insurance program).

34       (4) \$1,459,000 of the unemployment compensation administration  
35 account--federal appropriation is from amounts available to the state  
36 by section 903 (d), (f), and (g) of the social security act (Reed act).  
37 This amount is provided solely for implementation of chapter 4, Laws of  
38 2011 (unemployment insurance program).

1           (5) \$80,000 of the unemployment compensation administration  
2 account--federal appropriation is provided solely for costs associated  
3 with the initial review and evaluation of the training benefits program  
4 as directed in section 15(2), chapter 4, Laws of 2011 (unemployment  
5 insurance program). The initial review shall be developed by the joint  
6 legislative audit and review committee. This appropriation is provided  
7 from funds made available to the state by section 903 (d), (f), and (g)  
8 of the social security act (Reed act).

(End of part)

**PART XIII**  
**NATURAL RESOURCES**

**Sec. 1301.** 2012 2nd sp.s. c 7 s 303 (uncodified) is amended to read as follows:

**FOR THE STATE PARKS AND RECREATION COMMISSION**

|   |                            |
|---|----------------------------|
| General Fund--State Appropriation (FY 2012) . . . . .                           | \$8,955,000                |
| General Fund--State Appropriation (FY 2013) . . . . .                           | \$8,379,000                |
| General Fund--Federal Appropriation . . . . .                                   | \$5,905,000                |
| Winter Recreation Program Account--State<br>Appropriation . . . . .             | <del>(\$1,759,000)</del>   |
|   | <u>\$2,034,000</u>         |
| ORV and Nonhighway Vehicle Account--State Appropriation . . .                   | \$224,000                  |
| Snowmobile Account--State Appropriation . . . . .                               | \$4,844,000                |
| Aquatic Lands Enhancement Account--State<br>Appropriation . . . . .             | \$4,363,000                |
| Parks Renewal and Stewardship Account--State<br>Appropriation . . . . .         | \$106,505,000              |
| Parks Renewal and Stewardship Account--Private/Local<br>Appropriation . . . . . | \$300,000                  |
| TOTAL APPROPRIATION . . . . .   | <del>(\$141,234,000)</del> |
|   | <u>\$141,509,000</u>       |

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

(1) \$8,876,000 of the general fund--state appropriation for fiscal year 2012, \$8,300,000 of the general fund--state appropriation for fiscal year 2013, and \$4,000,000 of the aquatic lands enhancement account--state appropriation are provided solely to operate and maintain state parks as the commission implements a new fee structure. The goal of this structure is to make the parks system self-supporting. By August 1, 2012, state parks must submit a report to the office of financial management detailing its progress toward this goal and outlining any additional statutory changes needed for successful implementation.

(2) \$79,000 of the general fund--state appropriation for fiscal year 2012 and \$79,000 of the general fund--state appropriation for



1 fiscal year 2013 are provided solely for a grant for the operation of  
2 the Northwest avalanche center.

3 (3) \$44,528,000 of the parks renewal and stewardship account--state  
4 appropriation is provided solely for implementation of Second  
5 Substitute Senate Bill No. 5622 (state land recreation access). If the  
6 bill is not enacted by June 30, 2011, the amount provided in this  
7 subsection shall lapse.

8 (4) Prior to closing any state park, the commission must notify all  
9 affected local governments and relevant nonprofit organizations of the  
10 intended closure and provide an opportunity for the notified local  
11 governments and nonprofit organizations to elect to acquire, or enter  
12 into, a maintenance and operating contract with the commission that  
13 would allow the park to remain open.

14 (5) The state parks and recreation commission, in cooperation with  
15 the Fort Worden lifelong learning center public development authority  
16 authorized under RCW 35.21.730 shall provide a report to the governor  
17 and appropriate committees of the legislature no later than October 15,  
18 2012, to create a lifelong learning center at Fort Worden state park.  
19 This plan shall support and be based upon the Fort Worden state park  
20 long-range plan adopted by the state parks and recreation commission in  
21 September 2008. The report shall include a business and governance  
22 plan and supporting materials that provide options and recommendations  
23 on the long-term governance of Fort Worden state park, including  
24 building maintenance and restoration. While the commission may  
25 transfer full or partial operations to the public development authority  
26 the state shall retain title to the property. The state parks and  
27 recreation commission and the public development authority will agree  
28 on the scope and content of the report including the business and  
29 governance plan. In preparing this report the state parks and  
30 recreation commission and the public development authority shall  
31 provide ample opportunity for the public and stakeholders to  
32 participate in the development of the business and governance plan.  
33 The state parks and recreation commission shall review the report and  
34 if it is consistent with the 2008 Fort Worden state park long-range  
35 plan shall take action on a long-term governance and business plan no  
36 later than December 31, 2012.

37 (6) Within the appropriations contained in this section, the  
38 commission shall review the removal of trees from Brooks memorial state

1 park that have been killed or damaged by fire in order to determine the  
2 recovery value from the sale of any timber that is surplus to the needs  
3 of the park. The commission shall remove such trees, if the commission  
4 determines that the recovery value from the sale of any timber is at  
5 least cost neutral and the removal is in a manner consistent with RCW  
6 79A.05.035.

7 **Sec. 1302.** 2012 2nd sp.s. c 7 s 307 (uncodified) is amended to  
8 read as follows:

9 **FOR THE DEPARTMENT OF FISH AND WILDLIFE**

|    |  |                            |
|----|--|----------------------------|
| 10 | General Fund--State Appropriation (FY 2012) . . . . .          | \$34,098,000               |
| 11 | General Fund--State Appropriation (FY 2013) . . . . .          | <del>(\$23,618,000)</del>  |
| 12 |  | <u>\$26,417,000</u>        |
| 13 | General Fund--Federal Appropriation . . . . .                  | <del>(\$105,481,000)</del> |
| 14 |  | <u>\$105,725,000</u>       |
| 15 | General Fund--Private/Local Appropriation . . . . .            | <del>(\$56,923,000)</del>  |
| 16 |  | <u>\$57,107,000</u>        |
| 17 | ORV and Nonhighway Vehicle Account--State Appropriation . . .  | \$391,000                  |
| 18 | Aquatic Lands Enhancement Account--State                       |                            |
| 19 | Appropriation . . . . .  | <del>(\$12,113,000)</del>  |
| 20 |  | <u>\$12,125,000</u>        |
| 21 | Recreational Fisheries Enhancement--State                      |                            |
| 22 | Appropriation . . . . .  | <del>(\$2,794,000)</del>   |
| 23 |  | <u>\$2,809,000</u>         |
| 24 | Warm Water Game Fish Account--State Appropriation . . .        | <del>(\$2,841,000)</del>   |
| 25 |  | <u>\$2,842,000</u>         |
| 26 | Eastern Washington Pheasant Enhancement Account--State         |                            |
| 27 | Appropriation . . . . .  | \$849,000                  |
| 28 | Aquatic Invasive Species Enforcement Account--State            |                            |
| 29 | Appropriation . . . . .  | \$204,000                  |
| 30 | Aquatic Invasive Species Prevention Account--State             |                            |
| 31 | Appropriation . . . . .  | \$848,000                  |
| 32 | State Wildlife Account--State Appropriation . . . . .          | <del>(\$100,742,000)</del> |
| 33 |  | <u>\$95,241,000</u>        |
| 34 | Special Wildlife Account--State Appropriation . . . . .        | \$2,382,000                |
| 35 | Special Wildlife Account--Federal Appropriation . . . . .      | \$500,000                  |
| 36 | Special Wildlife Account--Private/Local Appropriation . . .    | \$3,415,000                |
| 37 | Wildlife Rehabilitation Account--State Appropriation . . . . . | \$259,000                  |

|   |   |                            |
|---|---|----------------------------|
| 1 | Regional Fisheries Enhancement Salmonid Recovery                  |                            |
| 2 | Account--Federal Appropriation . . . . .                          | \$5,001,000                |
| 3 | Oil Spill Prevention Account--State Appropriation . . . . .       | \$883,000                  |
| 4 | Oyster Reserve Land Account--State Appropriation . . . . .        | \$919,000                  |
| 5 | Recreation Resources Account--State Appropriation . . . . .       | \$3,300,000                |
| 6 | Hydraulic Project Approval Account--State Appropriation . . . . . | \$337,000                  |
| 7 | TOTAL APPROPRIATION . . . . .                                     | <del>(\$357,900,000)</del> |
| 8 |   | <u>\$355,652,000</u>       |

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

11       (1) \$294,000 of the aquatic lands enhancement account--state  
12 appropriation is provided solely for the implementation of hatchery  
13 reform recommendations defined by the hatchery scientific review group.

14       (2) \$355,000 of the general fund--state appropriation for fiscal  
15 year 2012 and \$355,000 of the general fund--state appropriation for  
16 fiscal year 2013 are provided solely for the department to continue a  
17 pilot project with the Confederated Tribes of the Colville Reservation  
18 to develop expanded recreational fishing opportunities on Lake Rufus  
19 Woods and its northern shoreline and to conduct joint enforcement of  
20 lake fisheries on Lake Rufus Woods and adjoining waters, pursuant to  
21 state and tribal intergovernmental agreements developed under the  
22 Columbia River water supply program. For the purposes of the pilot  
23 project:

24       (a) A fishing permit issued to a nontribal member by the Colville  
25 Tribes shall satisfy the license requirement of RCW 77.32.010 on the  
26 waters of Lake Rufus Woods and on the north shore of Lake Rufus Woods;

27       (b) The Colville Tribes have agreed to provide to holders of its  
28 nontribal member fishing permits a means to demonstrate that fish in  
29 their possession were lawfully taken in Lake Rufus Woods;

30       (c) A Colville tribal member identification card shall satisfy the  
31 license requirement of RCW 77.32.010 on all waters of Lake Rufus Woods;

32       (d) The department and the Colville Tribes shall jointly designate  
33 fishing areas on the north shore of Lake Rufus Woods for the purposes  
34 of enhancing access to the recreational fisheries on the lake; and

35       (e) The Colville Tribes have agreed to recognize a fishing license  
36 issued under RCW 77.32.470 or RCW 77.32.490 as satisfying the nontribal

1 member fishing permit requirements of Colville tribal law on the  
2 reservation portion of the waters of Lake Rufus Woods and at designated  
3 fishing areas on the north shore of Lake Rufus Woods;

4 (3) Prior to submitting its 2013-2015 biennial operating and  
5 capital budget request related to state fish hatcheries to the office  
6 of financial management, the department shall contract with the  
7 hatchery scientific review group (HSRG) to review this request. This  
8 review shall: (a) Determine if the proposed requests are consistent  
9 with HSRG recommendations; (b) prioritize the components of the  
10 requests based on their contributions to protecting wild salmonid  
11 stocks and meeting the recommendations of the HSRG; and (c) evaluate  
12 whether the proposed requests are being made in the most cost effective  
13 manner. The department shall provide a copy of the HSRG review to the  
14 office of financial management with their agency budget proposal.

15 (4) \$400,000 of the general fund--state appropriation for fiscal  
16 year 2012 and \$400,000 of the general fund--state appropriation for  
17 fiscal year 2013 are provided solely for a state match to support the  
18 Puget Sound nearshore partnership between the department and the U.S.  
19 army corps of engineers.

20 (5) \$50,000 of the general fund--state appropriation for fiscal  
21 year 2012 and \$50,000 of the general fund--state appropriation for  
22 fiscal year 2013 are provided solely for removal of derelict gear in  
23 Washington waters.

24 (6) \$100,000 of the eastern Washington pheasant enhancement  
25 account--state appropriation is provided solely for the department to  
26 support efforts to enhance permanent and temporary pheasant habitat on  
27 public and private lands in Grant, Franklin, and Adams counties. The  
28 department may support efforts by entities including conservation  
29 districts, nonprofit organizations, and landowners, and must require  
30 such entities to provide significant nonstate matching resources, which  
31 may be in the form of funds, material, or labor.

32 (7) Within the amounts appropriated in this section, the department  
33 shall identify additional opportunities for partnerships in order to  
34 keep fish hatcheries operational. Such partnerships shall aim to  
35 maintain fish production and salmon recovery with less reliance on  
36 state operating funds.

37 (8) By September 1, 2011, the department shall update its  
38 interagency agreement dated September 30, 2010, with the department of

1 natural resources concerning land management services on the department  
2 of fish and wildlife's wildlife conservation and recreation lands. The  
3 update shall include rates and terms for services.

4 (9) Prior to opening game management unit 490 to public hunting,  
5 the department shall complete an environmental impact statement that  
6 includes an assessment of how public hunting activities will impact the  
7 ongoing protection of the public water supply.

8 (10) \$18,514,000 of the state wildlife account--state appropriation  
9 is provided solely for the implementation of Second Substitute Senate  
10 Bill No. 5385 (state wildlife account). If the bill is not enacted by  
11 June 30, 2011, the amount provided in this subsection shall lapse.

12 (11) \$9,418,000 of the state wildlife account--state appropriation  
13 is provided solely for the implementation of Second Substitute Senate  
14 Bill No. 5622 (state land recreation access). If the bill is not  
15 enacted by June 30, 2011, the amount provided in this subsection shall  
16 lapse.

17 (12) \$50,000 of the state wildlife account--state appropriation is  
18 provided solely for mitigation, claims, and assessment costs for injury  
19 or loss of livestock caused by wolves, black bears, and cougars.

20 (13) \$552,000 of the aquatic lands enhancement account--state  
21 appropriation is provided solely for increased law enforcement capacity  
22 to reduce the occurrence of geoduck poaching and illegal harvest  
23 activities. With these additional funds, the department shall deploy  
24 two new fish and wildlife officers and one detective within Puget Sound  
25 to address on-the-water and marketplace geoduck harvest compliance.

26 (14) \$337,000 of the hydraulic project approval--state  
27 appropriation is provided solely for the implementation of Second  
28 Engrossed Substitute Senate Bill No. 6406 (state natural resources).  
29 If the bill is not enacted by June 30, 2012, the amount provided in  
30 this subsection shall lapse.

31 **Sec. 1303.** 2012 2nd sp.s. c 7 s 308 (uncodified) is amended to  
32 read as follows:

33 **FOR THE DEPARTMENT OF NATURAL RESOURCES**

|    |   |                           |
|----|---|---------------------------|
| 34 | General Fund--State Appropriation (FY 2012) . . . . . | \$30,907,000              |
| 35 | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$35,791,000)</del> |
| 36 |   | <u>\$67,782,000</u>       |
| 37 | General Fund--Federal Appropriation . . . . .         | \$27,873,000              |

|    |   |                            |
|----|---|----------------------------|
| 1  | General Fund--Private/Local Appropriation . . . . .                 | \$2,372,000                |
| 2  | Forest Development Account--State Appropriation . . . . .           | <del>(\$46,254,000)</del>  |
| 3  |   | <u>\$44,116,000</u>        |
| 4  | ORV and Nonhighway Vehicle Account--State                           |                            |
| 5  | Appropriation . . . . .   | \$4,373,000                |
| 6  | Surveys and Maps Account--State Appropriation . . . . .             | \$2,118,000                |
| 7  | Aquatic Lands Enhancement Account--State                            |                            |
| 8  | Appropriation . . . . .   | \$69,000                   |
| 9  | Resources Management Cost Account--State                            |                            |
| 10 | Appropriation . . . . .   | \$90,131,000               |
| 11 | Surface Mining Reclamation Account--State                           |                            |
| 12 | Appropriation . . . . .   | \$3,467,000                |
| 13 | Disaster Response Account--State Appropriation . . . . .            | \$5,000,000                |
| 14 | Forest and Fish Support Account--State Appropriation . . . . .      | \$9,784,000                |
| 15 | Aquatic Land Dredged Material Disposal Site                         |                            |
| 16 | Account--State Appropriation . . . . .                              | \$838,000                  |
| 17 | Natural Resources Conservation Areas Stewardship                    |                            |
| 18 | Account--State Appropriation . . . . .                              | \$34,000                   |
| 19 | State Toxics Control Account--State Appropriation . . . . .         | \$80,000                   |
| 20 | Air Pollution Control Account--State Appropriation . . . . .        | \$540,000                  |
| 21 | NOVA Program Account--State Appropriation . . . . .                 | \$635,000                  |
| 22 | Derelict Vessel Removal Account--State Appropriation . . . . .      | \$1,761,000                |
| 23 | Agricultural College Trust Management Account--State                |                            |
| 24 | Appropriation . . . . .   | \$1,848,000                |
| 25 | Forest Practices Application Account--State Appropriation . . . . . | \$780,000                  |
| 26 | Marine Resources Stewardship Trust Account--State                   |                            |
| 27 | Appropriation . . . . .   | \$2,100,000                |
| 28 | TOTAL APPROPRIATION . . . . .                                       | <del>(\$262,782,000)</del> |
| 29 |   | <u>\$296,608,000</u>       |

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

32 (1) \$710,000 of the general fund--state appropriation for fiscal  
33 year 2012 and \$915,000 of the general fund--state appropriation for  
34 fiscal year 2013 are provided solely for deposit into the agricultural  
35 college trust management account and are provided solely to manage  
36 approximately 70,700 acres of Washington State University's  
37 agricultural college trust lands.

1 (2) \$8,030,000 of the general fund--state appropriation for fiscal  
2 year 2012, (~~(\$10,037,000)~~) \$42,028,000 of the general fund--state  
3 appropriation for fiscal year 2013, and \$5,000,000 of the disaster  
4 response account--state appropriation are provided solely for emergency  
5 fire suppression. None of the general fund and disaster response  
6 account amounts provided in this subsection may be used to fund agency  
7 indirect and administrative expenses. Agency indirect and  
8 administrative costs shall be allocated among the agency's remaining  
9 accounts and appropriations. The department of natural resources shall  
10 submit a quarterly report to the office of financial management and the  
11 legislative fiscal committees detailing information on current and  
12 planned expenditures from the disaster response account. This work  
13 shall be done in coordination with the military department.

14 (3) \$4,500,000 of the forest and fish support account--state  
15 appropriation is provided solely for outcome-based, performance  
16 contracts with tribes to participate in the implementation of the  
17 forest practices program. Contracts awarded in fiscal year 2013 may  
18 only contain indirect costs set at or below the rate in the contracting  
19 tribe's indirect cost agreement with the federal government. If  
20 federal funding for this purpose is reinstated, the amount provided in  
21 this subsection shall lapse.

22 (4) \$518,000 of the forest and fish support account--state  
23 appropriation is provided solely for outcome-based performance  
24 contracts with nongovernmental organizations to participate in the  
25 implementation of the forest practices program. Contracts awarded in  
26 fiscal year 2013 may only contain indirect cost set at or below a rate  
27 of eighteen percent.

28 (5) During the 2011-2013 fiscal biennium, \$717,000 of the forest  
29 and fish support account--state appropriation is provided solely to  
30 fund interagency agreements with the department of ecology and the  
31 department of fish and wildlife as part of the adaptive management  
32 process.

33 (6) \$1,000,000 of the general fund--federal appropriation and  
34 \$1,000,000 of the forest and fish support account--state appropriation  
35 are provided solely for continuing scientific studies already underway  
36 as part of the adaptive management process. Funds may not be used to  
37 initiate new studies unless the department secures new federal funding  
38 for the adaptive management process.

1 (7) The department is authorized to increase the silviculture  
2 burning permit fee in the 2011-2013 biennium by up to eighty dollars  
3 plus fifty cents per ton for each ton of material burned in excess of  
4 one hundred tons.

5 (8) \$440,000 of the state general fund--state appropriation for  
6 fiscal year 2012 and \$440,000 of the state general fund--state  
7 appropriation for fiscal year 2013 are provided solely for forest work  
8 crews that support correctional camps and are contingent upon  
9 continuing operations of Naselle youth camp.

10 (9) By September 1, 2011, the department shall update its  
11 interagency agreement dated September 30, 2010, with the department of  
12 fish and wildlife concerning land management services on the department  
13 of fish and wildlife's wildlife conservation and recreation lands. The  
14 update shall include rates and terms for services.

15 (10) In partnership with the department of ecology, the departments  
16 shall deliver a report to the governor, the appropriate committees of  
17 the legislature, and the forest practices board by September 1, 2012,  
18 documenting forest practices adaptive management program reforms  
19 implemented, or recommended, that streamline existing processes to  
20 increase program efficiencies and effectiveness. The departments shall  
21 collaborate with interested adaptive management program participants in  
22 the development of the report.

23 (11)(a) \$2,100,000 of the marine resources stewardship account--  
24 state appropriation is provided solely for the implementation of  
25 chapter 252, Laws of 2012 (marine management planning) and 43.372 RCW.  
26 The department will work with the marine interagency team, tribes, and  
27 the Washington state marine resource committee to develop a spending  
28 plan consistent with the priorities in chapter 252, Laws of 2012, for  
29 conducting ecosystem assessments and mapping activities related to  
30 marine resources use and potential economic development, developing  
31 marine management plans for the state's coastal waters, and otherwise  
32 aiding in the implementation of marine planning in the state. As  
33 appropriate, the team shall develop a competitive process for projects  
34 to be funded by the department in fiscal year 2013.

35 (b) The department, in consultation with the marine interagency  
36 team, shall submit to the office of financial management and the  
37 appropriate legislative committees by September 1, 2012, a prioritized



1 list of projects and activities for funding consideration through the  
2 marine resources stewardship account in the 2013-2015 fiscal biennium.  
3 ~~((13))~~ (12) \$780,000 of the forest practices application  
4 account--state appropriation, \$18,000 of the forest development  
5 account--state appropriation, \$23,000 of the resources management cost  
6 account--state appropriation, and \$2,000 of the surface mining  
7 reclamation account--state appropriation are provided solely for the  
8 implementation of Second Engrossed Substitute Senate Bill No. 6406  
9 (state natural resources). If the bill is not enacted by June 30,  
10 2012, the amounts provided in this subsection shall lapse.

(End of part)

**PART XIV**  
**TRANSPORTATION**

**Sec. 1401.** 2012 2nd sp.s. c 7 s 402 (uncodified) is amended to read as follows:

**FOR THE STATE PATROL**

|  |                            |
|--|----------------------------|
| General Fund--State Appropriation (FY 2012)          | \$35,395,000               |
| General Fund--State Appropriation (FY 2013)          | <del>(\$32,323,000)</del>  |
|  | <u>\$41,947,000</u>        |
| General Fund--Federal Appropriation                  | \$16,081,000               |
| General Fund--Private/Local Appropriation            | \$3,021,000                |
| Death Investigations Account--State Appropriation    | \$5,537,000                |
| County Criminal Justice Assistance Account--State    |                            |
| Appropriation  | \$3,207,000                |
| Municipal Criminal Justice Assistance Account--State |                            |
| Appropriation  | \$1,286,000                |
| Fire Service Trust Account--State Appropriation      | \$131,000                  |
| Disaster Response Account--State Appropriation       | \$8,002,000                |
| Fire Service Training Account--State Appropriation   | \$9,386,000                |
| Aquatic Invasive Species Enforcement Account--State  |                            |
| Appropriation  | \$54,000                   |
| State Toxics Control Account--State Appropriation    | \$505,000                  |
| Fingerprint Identification Account--State            |                            |
| Appropriation  | \$10,067,000               |
| Vehicle License Fraud Account--State Appropriation   | \$437,000                  |
| TOTAL APPROPRIATION                                  | <del>(\$125,432,000)</del> |
|  | <u>\$135,056,000</u>       |

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

(1) \$200,000 of the fire service training account--state appropriation is provided solely for two FTEs in the office of the state director of fire protection to exclusively review K-12 construction documents for fire and life safety in accordance with the state building code. It is the intent of this appropriation to provide these services only to those districts that are located in counties without qualified review capabilities.

1 (2) \$8,000,000 of the disaster response account--state  
2 appropriation is provided solely for Washington state fire service  
3 resource mobilization costs incurred in response to an emergency or  
4 disaster authorized under RCW 43.43.960 and 43.43.964. The state  
5 patrol shall submit a report quarterly to the office of financial  
6 management and the legislative fiscal committees detailing information  
7 on current and planned expenditures from this account. This work shall  
8 be done in coordination with the military department.

9 (3) \$400,000 of the fire service training account--state  
10 appropriation is provided solely for the firefighter apprenticeship  
11 training program.

12 (4) In accordance with RCW 43.43.742 the state patrol is authorized  
13 to increase the following fees in fiscal year ((2012)) 2013 as  
14 necessary to meet the actual costs of conducting business and the  
15 appropriation levels in this section: Notary service fee.

16 (5) \$59,000 of the fingerprint identification account--state  
17 appropriation is provided solely for implementation of Engrossed Second  
18 Substitute House Bill No. 1776 (child care center licensing). If the  
19 bill is not enacted by June 30, 2011, the amount provided in this  
20 subsection shall lapse.

21 (6) \$6,000 of the fingerprint identification account--state  
22 appropriation is provided solely for implementation of Engrossed  
23 Substitute House Bill No. 1494 (vulnerable adult referrals). If the  
24 bill is not enacted by June 30, 2011, the amount provided in this  
25 subsection shall lapse.

26 (7) \$1,000 of the fingerprint identification account--state  
27 appropriation is provided solely for implementation of Engrossed Senate  
28 Bill No. 6296 (background checks). If the bill is not enacted by June  
29 30, 2012, the amount provided in this subsection shall lapse.

(End of part)

PART XV  
EDUCATION

Sec. 1501. 2013 c 147 s 1 (uncodified) is amended to read as follows:

**FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION**

|   |                            |
|---|----------------------------|
| General Fund--State Appropriation (FY 2012) . . . . . | \$25,322,000               |
| General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$27,133,000)</del>  |
|   | <u>\$27,793,000</u>        |
| General Fund--Federal Appropriation . . . . .         | <del>(\$77,011,000)</del>  |
|   | <u>\$82,011,000</u>        |
| General Fund--Private/Local Appropriation . . . . .   | \$4,000,000                |
| TOTAL APPROPRIATION . . . . .                         | <del>(\$133,466,000)</del> |
|   | <u>\$139,126,000</u>       |

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

(1) A maximum of \$16,056,000 of the general fund--state appropriation for fiscal year 2012 and ~~(\$14,875,000)~~ \$15,526,000 of the general fund--state appropriation for fiscal year 2013 is for state agency operations.

(a) \$9,692,000 of the general fund--state appropriation for fiscal year 2012 and ~~(\$8,169,000)~~ \$8,160,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the operation and expenses of the office of the superintendent of public instruction.

(i) Within the amounts provided in this subsection (1)(a), 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.

(ii) By January 1, 2012, the office of the superintendent of public instruction shall issue a report to the legislature with a timeline and an estimate of costs for implementation of the common core standards. The report must incorporate feedback from an open public forum for recommendations to enhance the standards, particularly in math.

(iii) Within the amounts provided, and in consultation with the public school employees of Washington and the Washington school

1 counselors' association, the office of the superintendent of public  
2 instruction shall develop a model policy that further defines the  
3 recommended roles and responsibilities of graduation coaches and  
4 identifies best practices for how graduation coaches work in  
5 coordination with school counselors and in the context of a  
6 comprehensive school guidance and counseling program.

7 (iv) The office of the superintendent of public instruction shall,  
8 no later than August 1, 2011, establish a standard statewide definition  
9 of unexcused absence. The definition shall be reported to the ways and  
10 means committees of the senate and house of representatives for  
11 legislative review in the 2012 legislative session. Beginning no later  
12 than January 1, 2012, districts shall report to the office of the  
13 superintendent of public instruction, daily student unexcused absence  
14 data by school.

15 (b) \$1,964,000 of the general fund--state appropriation for fiscal  
16 year 2012 and \$1,017,000 of the general fund--state appropriation for  
17 fiscal year 2013 are provided solely for activities associated with the  
18 implementation of new school finance systems required by chapter 236,  
19 Laws of 2010 (K-12 education funding) and chapter 548, Laws of 2009  
20 (state's education system), including technical staff, systems  
21 reprogramming, and workgroup deliberations, including the quality  
22 education council and the data governance working group.

23 (c)(i) \$851,000 of the general fund--state appropriation for fiscal  
24 year 2012 and \$851,000 of the general fund--state appropriation for  
25 fiscal year 2013 are provided solely for the operation and expenses of  
26 the state board of education, including basic education assistance  
27 activities.

28 (ii) \$171,000 of the general fund--state appropriation for fiscal  
29 year 2013 is provided solely to the state board of education for  
30 implementation of Initiative Measure No. 1240 (charter schools).

31 (d) \$1,744,000 of the general fund--state appropriation for fiscal  
32 year 2012 and \$1,387,000 of the general fund--state appropriation for  
33 fiscal year 2013 are provided solely to the professional educator  
34 standards board for the following:

35 (i) \$1,050,000 in fiscal year 2012 and \$1,050,000 in fiscal year  
36 2013 are for the operation and expenses of the Washington professional  
37 educator standards board;

1 (ii) \$694,000 of the general fund--state appropriation for fiscal  
2 year 2012 and \$312,000 of the general fund--state appropriation for  
3 fiscal year 2013 are for conditional scholarship loans and mentor  
4 stipends provided through the alternative routes to certification  
5 program administered by the professional educator standards board,  
6 including the pipeline for paraeducators program and the retooling to  
7 teach conditional loan programs. Funding within this subsection  
8 (1)(d)(ii) is also provided for the recruiting Washington teachers  
9 program. Funding reductions in this subsection (1)(d)(ii) in the 2011-  
10 2013 fiscal biennium are intended to be one-time; and

11 (iii) \$25,000 of the general fund--state appropriation for fiscal  
12 year 2013 is provided solely for the professional educator standards  
13 board to develop educator interpreter standards and identify  
14 interpreter assessments that are available to school districts.  
15 Interpreter assessments should meet the following criteria: (A)  
16 Include both written assessment and performance assessment; (B) be  
17 offered by a national organization of professional sign language  
18 interpreters and transliterators; and (C) be designed to assess  
19 performance in more than one sign system or sign language. The board  
20 shall establish a performance standard, defining what constitutes a  
21 minimum assessment result, for each educational interpreter assessment  
22 identified. The board shall publicize the standards and assessments  
23 for school district use.

24 (e) \$133,000 of the general fund--state appropriation for fiscal  
25 year 2012 and \$133,000 of the general fund--state appropriation for  
26 fiscal year 2013 are provided solely for the implementation of chapter  
27 240, Laws of 2010, including staffing the office of equity and civil  
28 rights.

29 (f) \$50,000 of the general fund--state appropriation for fiscal  
30 year 2012 and \$50,000 of the general fund--state appropriation for  
31 fiscal year 2013 are provided solely for the ongoing work of the  
32 education opportunity gap oversight and accountability committee.

33 (g) \$45,000 of the general fund--state appropriation for fiscal  
34 year 2012 and \$45,000 of the general fund--state appropriation for  
35 fiscal year 2013 are provided solely for the implementation of chapter  
36 380, Laws of 2009 (enacting the interstate compact on educational  
37 opportunity for military children).

1 (h) \$159,000 of the general fund--state appropriation for fiscal  
2 year 2012 and \$93,000 of the general fund--state appropriation for  
3 fiscal year 2013 are provided solely for the implementation of chapter  
4 185, Laws of 2011 (bullying prevention), which requires the office of  
5 the superintendent of public instruction to convene an ongoing  
6 workgroup on school bullying and harassment prevention. Within the  
7 amounts provided, \$140,000 is for youth suicide prevention activities.

8 (i) \$1,227,000 of the general fund--state appropriation for fiscal  
9 year 2012 and \$1,227,000 of the general fund--state appropriation for  
10 fiscal year 2013 are provided solely for implementing a comprehensive  
11 data system to include financial, student, and educator data, including  
12 development and maintenance of the comprehensive education data and  
13 research system (CEDARS).

14 (j) \$25,000 of the general fund--state appropriation for fiscal  
15 year 2012 and \$25,000 of the general fund--state appropriation for  
16 fiscal year 2013 are provided solely for project citizen, a program  
17 sponsored by the national conference of state legislatures and the  
18 center for civic education to promote participation in government by  
19 middle school students.

20 (k) \$166,000 of the general fund--state appropriation for fiscal  
21 year 2012 is provided solely for the implementation of chapter 192,  
22 Laws of 2011 (school district insolvency). Funding is provided to  
23 develop a clear legal framework and process for dissolution of a school  
24 district.

25 (l) \$1,500,000 of the general fund--state appropriation for fiscal  
26 year 2013 is provided solely for implementation of House Bill No. 2799  
27 (collaborative schools). If such legislation is not enacted by June  
28 30, 2012, the amount provided in this subsection shall lapse.

29 (m) \$128,000 of the general fund--state appropriation for fiscal  
30 year 2013 is provided solely pursuant to Substitute House Bill No. 2254  
31 (foster care outcomes). The office of the superintendent of public  
32 instruction shall report on the implementation of the state's plan of  
33 cross-system collaboration to promote educational stability and improve  
34 education outcomes of foster youth. The first report is due December  
35 1, 2012, and annually thereafter through 2015. If the bill is not  
36 enacted by June 30, 2012, the amount provided in this subsection shall  
37 lapse.

1 (n) \$250,000 of the general fund--state appropriation for fiscal  
2 year 2013 is provided solely for implementation of House Bill No. 2337  
3 (open K-12 education resources). If the bill is not enacted by June  
4 30, 2012, the amount provided in this subsection shall lapse.

5 (o) \$239,000 of the general fund--state appropriation for fiscal  
6 year 2013 is provided solely for implementation of Initiative Measure  
7 No. 1240 (charter schools).

8 (p) \$250,000 of the general fund--state appropriation for fiscal  
9 year 2013 is provided solely for allocation to the office of the  
10 superintendent of public instruction to provide financial assistance to  
11 nonhigh school districts that are experiencing budgetary shortfalls due  
12 to a significant financial condition, including, but not limited to:  
13 Declining total enrollment; increased enrollment of students with  
14 special education needs; and debts owed to school districts serving the  
15 nonhigh school district's high school aged students. The financial  
16 assistance shall be in the form of a loan. The loan agreement shall:

17 (i) Include conditions, binding on the school district, designed to  
18 improve the district's financial condition;

19 (ii) Include a repayment schedule of no more than five years in  
20 length; and

21 (iii) Prohibit districts that receive loans under this subsection  
22 from using cash basis accounting.

23 (2) \$9,267,000 of the general fund--state appropriation for fiscal  
24 year 2012 and \$12,267,000 of the general fund--state appropriation for  
25 fiscal year 2013 are for statewide programs.

26 (a) HEALTH AND SAFETY

27 (i) \$2,541,000 of the general fund--state appropriation for fiscal  
28 year 2012 and \$2,541,000 of the general fund--state appropriation for  
29 fiscal year 2013 are provided solely for a corps of nurses located at  
30 educational service districts, as determined by the superintendent of  
31 public instruction, to be dispatched to the most needy schools to  
32 provide direct care to students, health education, and training for  
33 school staff.

34 (ii) \$50,000 of the general fund--state appropriation for fiscal  
35 year 2012 and \$50,000 of the general fund--state appropriation for  
36 fiscal year 2013 are provided solely for a nonviolence and leadership  
37 training program provided by the institute for community leadership.

38 (b) TECHNOLOGY



1       \$1,221,000 of the general fund--state appropriation for fiscal year  
2 2012 and \$1,221,000 of the general fund--state appropriation for fiscal  
3 year 2013 are provided solely for K-20 telecommunications network  
4 technical support in the K-12 sector to prevent system failures and  
5 avoid interruptions in school utilization of the data processing and  
6 video-conferencing capabilities of the network. These funds may be  
7 used to purchase engineering and advanced technical support for the  
8 network.

9       (c) GRANTS AND ALLOCATIONS

10       (i) \$675,000 of the general fund--state appropriation for fiscal  
11 year 2012 and \$675,000 of the general fund--state appropriation for  
12 fiscal year 2013 are provided solely for the Washington state achievers  
13 scholarship program. The funds shall be used to support community  
14 involvement officers that recruit, train, and match community volunteer  
15 mentors with students selected as achievers scholars.

16       (ii) \$1,000,000 of the general fund--state appropriation for fiscal  
17 year 2012 and \$1,000,000 of the general fund--state appropriation for  
18 fiscal year 2013 are provided solely for contracting with a college  
19 scholarship organization with expertise in conducting outreach to  
20 students concerning eligibility for the Washington college bound  
21 scholarship consistent with chapter 405, Laws of 2007.

22       (iii) \$2,808,000 of the general fund--state appropriation for  
23 fiscal year 2012 and \$2,808,000 of the general fund--state  
24 appropriation for fiscal year 2013 are provided solely for the  
25 dissemination of the navigation 101 curriculum to all districts. The  
26 funding shall support electronic student planning tools and software  
27 for analyzing the impact of navigation 101 on student performance, as  
28 well as grants to a maximum of one hundred school districts each year,  
29 based on progress and need for the implementation of the navigation 101  
30 program. The implementation grants shall be awarded to a cross-section  
31 of school districts reflecting a balance of geographic and demographic  
32 characteristics. Within the amounts provided, the office of the  
33 superintendent of public instruction will create a navigation 101  
34 accountability model to analyze the impact of the program.

35       (iv) \$337,000 of the general fund--state appropriation for fiscal  
36 year 2012 and \$337,000 of the general fund--state appropriation for  
37 fiscal year 2013 are provided solely for implementation of the building

1 bridges statewide program for comprehensive dropout prevention,  
2 intervention, and reengagement strategies.

3 (v) \$135,000 of the general fund--state appropriation for fiscal  
4 year 2012 and \$135,000 of the general fund--state appropriation for  
5 fiscal year 2013 are provided solely for dropout prevention programs at  
6 the office of the superintendent of public instruction, including the  
7 jobs for America's graduates (JAG) program.

8 (vi) \$500,000 of the general fund--state appropriation for fiscal  
9 year 2012 and \$1,400,000 of the general fund--state appropriation for  
10 fiscal year 2013 are provided solely for the implementation of chapter  
11 340, Laws of 2011 (assessment of students in state-funded full-day  
12 kindergarten classrooms), including the development and implementation  
13 of the Washington kindergarten inventory of developing skills (WaKIDS).  
14 Of the amounts in this subsection, \$1,000,000 of the fiscal year 2013  
15 appropriation is for the implementation of House Bill No. 2586  
16 (kindergarten inventory). If the bill is not enacted by June 30, 2012,  
17 this amount shall lapse.

18 (vii) \$2,000,000 of the general fund--state appropriation for  
19 fiscal year 2013 is provided solely for an urban school turnaround  
20 initiative as follows:

21 (A) The office of the superintendent of public instruction shall  
22 select two schools in the largest urban school district in the state.  
23 The selected schools shall be among the state's lowest-performing  
24 schools; be located within the same community and form a continuum of  
25 education for the students in that community; have significant  
26 educational achievement gaps; and include a mix of elementary, middle,  
27 or high schools.

28 (B) The office shall allocate the funds under this subsection  
29 (2)(c)(vii) to the school district to be used exclusively in the  
30 selected schools. The district may not charge an overhead or indirect  
31 fee for the allocated funds or supplant other state, federal, or local  
32 funds in the selected schools. The school district shall use the funds  
33 for intensive supplemental instruction, services, and materials in the  
34 selected schools, including but not limited to professional development  
35 for school staff; updated curriculum, materials, and technology;  
36 extended learning opportunities for students; reduced class size;  
37 summer enrichment activities; school-based health clinics; and other  
38 research-based initiatives to dramatically turn around the performance

1 and close the achievement gap in the schools. The office shall enter  
 2 into an expenditure agreement with the school district under which any  
 3 funds under this subsection (2)(c)(vii) remaining unspent on August 31,  
 4 2015, shall be returned to the state. Priorities for the expenditure  
 5 of the funds shall be determined by the leadership and staff of each  
 6 school.

7 (C) The office shall monitor the activities in the selected schools  
 8 and the expenditure of funds to ensure the intent of this subsection  
 9 (2)(c)(vii) is met, and submit a report to the legislature by December  
 10 1, 2013, including outcomes resulting from the urban school turnaround  
 11 initiative. The report submitted to the legislature must include a  
 12 comparison of student learning achievement in the selected schools with  
 13 schools of comparable demographics that have not participated in the  
 14 grant program.

15 (D) Funding provided in this subsection (2)(c)(vii) is intended to  
 16 be one-time.

17 (viii) \$100,000 of the general fund--state appropriation for fiscal  
 18 year 2013 is provided solely to subsidize advanced placement exam fees  
 19 and international baccalaureate class fees and exam fees for low-income  
 20 students. To be eligible for the subsidy, a student must be either  
 21 enrolled or eligible to participate in the federal free or reduced  
 22 price lunch program, and the student must have maximized the allowable  
 23 federal contribution. The office of the superintendent of public  
 24 instruction shall set the subsidy in an amount so that the advanced  
 25 placement exam fee does not exceed \$15.00 and the combined class and  
 26 exam fee for the international baccalaureate does not exceed \$14.50.

27 **Sec. 1502.** 2012 2nd sp.s. c 7 s 502 (uncodified) is amended to  
 28 read as follows:

29 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR GENERAL**  
 30 **APPORTIONMENT**

|    |   |                                   |
|----|---|-----------------------------------|
| 31 | General Fund--State Appropriation (FY 2012) . . . . . | \$5,241,233,000                   |
| 32 | General Fund--State Appropriation (FY 2013) . . . . . | <del>(( \$5,170,854,000 ))</del>  |
| 33 |   | <u>\$5,139,496,000</u>            |
| 34 | General Fund--Federal Appropriation . . . . .         | \$22,327,000                      |
| 35 | TOTAL APPROPRIATION . . . . .                         | <del>(( \$10,434,414,000 ))</del> |
| 36 |   | <u>\$10,403,056,000</u>           |

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

3 (1)(a) Each general fund fiscal year appropriation includes such  
4 funds as are necessary to complete the school year ending in the fiscal  
5 year and for prior fiscal year adjustments.

6 (b) For the 2011-12 and 2012-13 school years, the superintendent  
7 shall allocate general apportionment funding to school districts as  
8 provided in the funding formulas and salary schedules in sections 502  
9 and 503 of this act, excluding (c) of this subsection.

10 (c) From July 1, 2011 to August 31, 2011, the superintendent shall  
11 allocate general apportionment funding to school districts programs as  
12 provided in sections 502 and 504, chapter 564, Laws of 2009, as amended  
13 through sections 1402 and 1403 of this act.

14 (d) The appropriations in this section include federal funds  
15 provided through section 101 of P.L. No. 111-226 (education jobs fund),  
16 which shall be used to support general apportionment program funding.  
17 In distributing general apportionment allocations under this section  
18 for the 2011-12 school year, the superintendent shall include the  
19 additional amount of \$3,327,000 allocated by the United States  
20 department of education on September 16, 2011, provided through 101 of  
21 P.L. No. 111-226 (education jobs fund) as part of each district's  
22 general apportionment allocation.

23 (e) The enrollment of any district shall be the annual average  
24 number of full-time equivalent students and part-time students as  
25 provided in RCW 28A.150.350, enrolled on the fourth day of school in  
26 September and on the first school day of each month October through  
27 June, including students who are in attendance pursuant to RCW  
28 28A.335.160 and 28A.225.250 who do not reside within the servicing  
29 school district. Any school district concluding its basic education  
30 program in May must report the enrollment of the last school day held  
31 in May in lieu of a June enrollment.

32 (2) CERTIFICATED INSTRUCTIONAL STAFF ALLOCATIONS

33 Allocations for certificated instructional staff salaries for the  
34 2011-12 and 2012-13 school years are determined using formula-generated  
35 staff units calculated pursuant to this subsection.

36 (a) Certificated instructional staff units, as defined in RCW  
37 28A.150.410, shall be allocated to reflect the minimum class size  
38 allocations, requirements, and school prototypes assumptions as

1 provided in RCW 28A.150.260. The superintendent shall make allocations  
2 to school districts based on the district's annual average full-time  
3 equivalent student enrollment in each grade.

4 (b) Additional certificated instructional staff units provided in  
5 this subsection (2) that exceed the minimum requirements in RCW  
6 28A.150.260 are enhancements outside the program of basic education,  
7 except as otherwise provided in this section.

8 (c)(i) The superintendent shall base allocations for each level of  
9 prototypical school on the following regular education average class  
10 size of full-time equivalent students per teacher, except as provided  
11 in (c)(ii) of this subsection:

---

|    |                               |                 |
|----|-------------------------------|-----------------|
| 12 | General education class size: |                 |
| 13 | Grade                         | RCW 28A.150.260 |
| 14 | Grades K-3                    | ..... 25.23     |
| 15 | Grade 4                       | ..... 27.00     |
| 16 | Grades 5-6                    | ..... 27.00     |
| 17 | Grades 7-8                    | ..... 28.53     |
| 18 | Grades 9-12                   | ..... 28.74     |

---

19 The superintendent shall base allocations for career and technical  
20 education (CTE) and skill center programs average class size as  
21 provided in RCW 28A.150.260.

22 (ii) For each level of prototypical school at which more than fifty  
23 percent of the students were eligible for free and reduced-price meals  
24 in the prior school year, the superintendent shall allocate funding  
25 based on the following average class size of full-time equivalent  
26 students per teacher:

|    |  |             |
|----|--|-------------|
| 27 | General education class size in high poverty |             |
| 28 | school:                                      |             |
| 29 | Grades K-3                                   | ..... 24.10 |
| 30 | Grade 4                                      | ..... 27.00 |
| 31 | Grades 5-6                                   | ..... 27.00 |
| 32 | Grades 7-8                                   | ..... 28.53 |

2 (iii) Pursuant to RCW 28A.150.260(4)(a), the assumed teacher  
3 planning period, expressed as a percentage of a teacher work day, is  
4 13.42 percent in grades K-6, and 16.67 percent in grades 7-12; and

5 (iv) Laboratory science, advanced placement, and international  
6 baccalaureate courses are funded at the same class size assumptions as  
7 general education schools in the same grade; and

8 (d)(i) Funding for teacher librarians, school nurses, social  
9 workers, school psychologists, and guidance counselors is allocated  
10 based on the school prototypes as provided in RCW 28A.150.260 and is  
11 considered certificated instructional staff, except as provided in  
12 (d)(ii) of this subsection.

13 (ii) Students in approved career and technical education and skill  
14 center programs generate certificated instructional staff units to  
15 provide for the services of teacher librarians, school nurses, social  
16 workers, school psychologists, and guidance counselors at the following  
17 combined rate per 1000 students:

|    |                                 |                             |
|----|---------------------------------|-----------------------------|
| 18 | Career and Technical Education  |                             |
| 19 | students . . . . .              | 2.02 per 1000 student FTE's |
| 20 | Skill Center students . . . . . | 2.36 per 1000 student FTE's |

21 (3) ADMINISTRATIVE STAFF ALLOCATIONS

22 (a) Allocations for school building-level certificated  
23 administrative staff salaries for the 2011-12 and 2012-13 school years  
24 for general education students are determined using the formula-  
25 generated staff units provided in RCW 28A.150.260, and adjusted based  
26 on a district's annual average full-time equivalent student enrollment  
27 in each grade.

28 (b) Students in approved career and technical education and skill  
29 center programs generate certificated school building-level  
30 administrator staff units at per student rates that exceed the general  
31 education rate in (a) of this subsection by the following percentages:

|    |   |               |
|----|---|---------------|
| 32 | Career and Technical Education students . . . . . | 2.5 percent   |
| 33 | Skill Center students . . . . .                   | 19.75 percent |

34 (4) CLASSIFIED STAFF ALLOCATIONS

1 Allocations for classified staff units providing school building-  
2 level and district-wide support services for the 2011-12 and 2012-13  
3 school years are determined using the formula-generated staff units  
4 provided in RCW 28A.150.260, and adjusted based on each district's  
5 annual average full-time equivalent student enrollment in each grade.

6  
7 (5) CENTRAL OFFICE ALLOCATIONS

8 In addition to classified and administrative staff units allocated  
9 in subsections (3) and (4) of this section, classified and  
10 administrative staff units are provided for the 2011-12 and 2012-13  
11 school year for the central office administrative costs of operating a  
12 school district, at the following rates:

13 (a) The total central office staff units provided in this  
14 subsection (5) are calculated by first multiplying the total number of  
15 eligible certificated instructional, certificated administrative, and  
16 classified staff units providing school-based or district-wide support  
17 services, as identified in RCW 28A.150.260(6)(b), by 5.3 percent.

18 (b) Of the central office staff units calculated in (a) of this  
19 subsection, 74.53 percent are allocated as classified staff units, as  
20 generated in subsection (4) of this section, and 25.47 percent shall be  
21 allocated as administrative staff units, as generated in subsection (3)  
22 of this section.

23 (c) Staff units generated as enhancements outside the program of  
24 basic education to the minimum requirements of RCW 28A.150.260, and  
25 staff units generated by skill center and career-technical students,  
26 are excluded from the total central office staff units calculation in  
27 (a) of this subsection.

28 (d) For students in approved career-technical and skill center  
29 programs, central office classified units are allocated at the same  
30 staff unit per student rate as those generated for general education  
31 students of the same grade in this subsection (5), and central office  
32 administrative staff units are allocated at staff unit per student  
33 rates that exceed the general education rate established for students  
34 in the same grade in this subsection (5) by 3.69 percent for career and  
35 technical education students, and 21.92 percent for skill center  
36 students.

37 (6) FRINGE BENEFIT ALLOCATIONS

38 Fringe benefit allocations shall be calculated at a rate of 16.33  
39 percent in the 2011-12 school year and 16.34 percent in the 2012-13

1 school year for certificated salary allocations provided under  
2 subsections (2), (3), and (5) of this section, and a rate of 18.73  
3 percent in the 2011-12 school year and 18.73 percent in the 2012-13  
4 school year for classified salary allocations provided under  
5 subsections (4) and (5) of this section.

6  
7 (7) INSURANCE BENEFIT ALLOCATIONS

8 Insurance benefit allocations shall be calculated at the  
9 maintenance rate specified in section 504 of this act, based on the  
10 number of benefit units determined as follows:

11 (a) The number of certificated staff units determined in  
12 subsections (2), (3), and (5) of this section; and

13 (b) The number of classified staff units determined in subsections  
14 (4) and (5) of this section multiplied by 1.152. This factor is  
15 intended to adjust allocations so that, for the purposes of  
16 distributing insurance benefits, full-time equivalent classified  
17 employees may be calculated on the basis of 1440 hours of work per  
18 year, with no individual employee counted as more than one full-time  
19 equivalent.

20 (8) MATERIALS, SUPPLIES, AND OPERATING COSTS (MSOC) ALLOCATIONS

21 Funding is allocated per annual average full-time equivalent  
22 student for the materials, supplies, and operating costs (MSOC)  
23 incurred by school districts, consistent with the requirements of RCW  
24 28A.150.260.

25 (a) MSOC funding for general education students are allocated at  
26 the following per student rates:

27 MSOC RATES/STUDENT FTE

28

| 29 MSOC Component                       | 2011-12     | 2012-13     |
|---|-------------|-------------|
| 30                                      | SCHOOL YEAR | SCHOOL YEAR |
| 31                                      |             |             |
| 32 Technology                           | \$57.42     | \$58.28     |
| 33 Utilities and Insurance              | \$156.03    | \$158.37    |
| 34 Curriculum and Textbooks             | \$61.65     | \$62.58     |
| 35 Other Supplies and Library Materials | \$130.89    | \$132.85    |



|   |   |          |          |
|---|---|----------|----------|
| 1 | Instructional Professional Development for Certificated |          |          |
| 2 | and Classified Staff                                    | \$9.53   | \$9.68   |
| 3 | Facilities Maintenance                                  | \$77.30  | \$78.46  |
| 4 | Security and Central Office                             | \$53.55  | \$54.35  |
| 5 | TOTAL BASIC EDUCATION MSOC/STUDENT FTE                  | \$546.37 | \$554.57 |

6 (b) Students in approved skill center programs generate per student  
7 FTE MSOC allocations which equal the rate for general education  
8 students calculated in (a) of this subsection, multiplied by a factor  
9 of 2.171.

10 (c) Students in approved exploratory and preparatory career and  
11 technical education programs generate a per student MSOC allocation  
12 that is equal to the rate for general education students calculated in  
13 (a) of this subsection, multiplied by a factor of 2.442.

14 (d) Students in laboratory science courses generate per student FTE  
15 MSOC allocations which equal the per student FTE rate for general  
16 education students established in (a) of this subsection.

17 (9) SUBSTITUTE TEACHER ALLOCATIONS

18 For the 2011-12 and 2012-13 school years, funding for substitute  
19 costs for classroom teachers is based on four (4) funded substitute  
20 days per classroom teacher unit generated under subsection (2) of this  
21 section, at a daily substitute rate of \$151.86.

22 (10) ALTERNATIVE LEARNING EXPERIENCE PROGRAM FUNDING

23 (a) Amounts provided in this section are adjusted to reflect  
24 provisions of House Bill No. 2065 (allocation of funding for funding  
25 for students enrolled in alternative learning experiences).

26 (b) The superintendent of public instruction shall require all  
27 districts receiving general apportionment funding for alternative  
28 learning experience (ALE) programs as defined in WAC 392-121-182 to  
29 provide separate financial accounting of expenditures for the ALE  
30 programs offered in district or with a provider, including but not  
31 limited to private companies and multidistrict cooperatives, as well as  
32 accurate, monthly headcount and FTE enrollment claimed for basic  
33 education, including separate counts of resident and nonresident  
34 students.

35 (11) VOLUNTARY FULL DAY KINDERGARTEN PROGRAMS

1 Funding in this section is sufficient to fund voluntary full day  
2 kindergarten programs in qualifying high poverty schools, pursuant to  
3 RCW 28A.150.220 and 28A.150.315. Each kindergarten student who enrolls  
4 for the voluntary full-day program in a qualifying school shall count  
5 as one-half of one full-time equivalent student for purpose of making  
6 allocations under this section. Funding in this section provides full-  
7 day kindergarten programs for 21 percent of kindergarten enrollment in  
8 the 2011-12 school year, and 22 percent in the 2012-13 school year.  
9 Funding priority shall be given to schools with the highest poverty  
10 levels, as measured by prior year free and reduced price lunch  
11 eligibility rates in each school. Funding in this section is  
12 sufficient to fund voluntary full day kindergarten programs for July  
13 and August of the 2010-11 school year.

14 (12) ADDITIONAL FUNDING FOR SMALL SCHOOL DISTRICTS AND REMOTE AND  
15 NECESSARY PLANTS

16 For small school districts and remote and necessary school plants  
17 within any district which have been judged to be remote and necessary  
18 by the superintendent of public instruction, additional staff units are  
19 provided to ensure a minimum level of staffing support. Additional  
20 administrative and certificated instructional staff units provided to  
21 districts in this subsection shall be reduced by the general education  
22 staff units, excluding career and technical education and skills center  
23 enhancement units, otherwise provided in subsections (2) through (5) of  
24 this section on a per district basis.

25 (a) For districts enrolling not more than twenty-five average  
26 annual full-time equivalent students in grades K-8, and for small  
27 school plants within any school district which have been judged to be  
28 remote and necessary by the superintendent of public instruction and  
29 enroll not more than twenty-five average annual full-time equivalent  
30 students in grades K-8:

31 (i) For those enrolling no students in grades 7 and 8, 1.76  
32 certificated instructional staff units and 0.24 certificated  
33 administrative staff units for enrollment of not more than five  
34 students, plus one-twentieth of a certificated instructional staff unit  
35 for each additional student enrolled; and

36 (ii) For those enrolling students in grades 7 or 8, 1.68  
37 certificated instructional staff units and 0.32 certificated

1 administrative staff units for enrollment of not more than five  
2 students, plus one-tenth of a certificated instructional staff unit for  
3 each additional student enrolled;

4 (b) For specified enrollments in districts enrolling more than  
5 twenty-five but not more than one hundred average annual full-time  
6 equivalent students in grades K-8, and for small school plants within  
7 any school district which enroll more than twenty-five average annual  
8 full-time equivalent students in grades K-8 and have been judged to be  
9 remote and necessary by the superintendent of public instruction:

10 (i) For enrollment of up to sixty annual average full-time  
11 equivalent students in grades K-6, 2.76 certificated instructional  
12 staff units and 0.24 certificated administrative staff units; and

13 (ii) For enrollment of up to twenty annual average full-time  
14 equivalent students in grades 7 and 8, 0.92 certificated instructional  
15 staff units and 0.08 certificated administrative staff units;

16 (c) For districts operating no more than two high schools with  
17 enrollments of less than three hundred average annual full-time  
18 equivalent students, for enrollment in grades 9-12 in each such school,  
19 other than alternative schools, except as noted in this subsection:

20 (i) For remote and necessary schools enrolling students in any  
21 grades 9-12 but no more than twenty-five average annual full-time  
22 equivalent students in grades K-12, four and one-half certificated  
23 instructional staff units and one-quarter of a certificated  
24 administrative staff unit;

25 (ii) For all other small high schools under this subsection, nine  
26 certificated instructional staff units and one-half of a certificated  
27 administrative staff unit for the first sixty average annual full-time  
28 equivalent students, and additional staff units based on a ratio of  
29 0.8732 certificated instructional staff units and 0.1268 certificated  
30 administrative staff units per each additional forty-three and one-half  
31 average annual full-time equivalent students;

32 (iii) Districts receiving staff units under this subsection shall  
33 add students enrolled in a district alternative high school and any  
34 grades nine through twelve alternative learning experience programs  
35 with the small high school enrollment for calculations under this  
36 subsection;

37 (d) For each nonhigh school district having an enrollment of more  
38 than seventy annual average full-time equivalent students and less than

1 one hundred eighty students, operating a grades K-8 program or a grades  
2 1-8 program, an additional one-half of a certificated instructional  
3 staff unit;

4 (e) For each nonhigh school district having an enrollment of more  
5 than fifty annual average full-time equivalent students and less than  
6 one hundred eighty students, operating a grades K-6 program or a grades  
7 1-6 program, an additional one-half of a certificated instructional  
8 staff unit;

9 (f)(i) For enrollments generating certificated staff unit  
10 allocations under (a) through (e) of this subsection, one classified  
11 staff unit for each 2.94 certificated staff units allocated under such  
12 subsections;

13 (ii) For each nonhigh school district with an enrollment of more  
14 than fifty annual average full-time equivalent students and less than  
15 one hundred eighty students, an additional one-half of a classified  
16 staff unit; and

17 (g) School districts receiving additional staff units to support  
18 small student enrollments and remote and necessary plants under  
19 subsection (12) of this section shall generate additional MSOC  
20 allocations consistent with the nonemployee related costs (NERC)  
21 allocation formula in place for the 2010-11 school year as provided  
22 section 502, chapter 37, Laws of 2010 1st sp. sess. (2010 supplemental  
23 budget), adjusted annually for inflation.

24 (13) Any school district board of directors may petition the  
25 superintendent of public instruction by submission of a resolution  
26 adopted in a public meeting to reduce or delay any portion of its basic  
27 education allocation for any school year. The superintendent of public  
28 instruction shall approve such reduction or delay if it does not impair  
29 the district's financial condition. Any delay shall not be for more  
30 than two school years. Any reduction or delay shall have no impact on  
31 levy authority pursuant to RCW 84.52.0531 and local effort assistance  
32 pursuant to chapter 28A.500 RCW.

33 (14) The superintendent may distribute funding for the following  
34 programs outside the basic education formula during fiscal years 2012  
35 and 2013 as follows:

36 (a) \$589,000 of the general fund--state appropriation for fiscal  
37 year 2012 and \$598,000 of the general fund--state appropriation for

1 fiscal year 2013 are provided solely for fire protection for school  
2 districts located in a fire protection district as now or hereafter  
3 established pursuant to chapter 52.04 RCW.

4 (b) \$436,000 of the general fund--state appropriation for fiscal  
5 year 2012 and \$436,000 of the general fund--state appropriation for  
6 fiscal year 2013 are provided solely for programs providing skills  
7 training for secondary students who are enrolled in extended day  
8 school-to-work programs, as approved by the superintendent of public  
9 instruction. The funds shall be allocated at a rate not to exceed \$500  
10 per full-time equivalent student enrolled in those programs.

11 (c) Funding in this section is sufficient to fund adjustments to  
12 school districts' allocations resulting from the implementation of the  
13 prototypical school funding formula, pursuant to chapter 236, Laws of  
14 2010 (K-12 education funding). The funding in this section is intended  
15 to hold school districts harmless in total for funding changes  
16 resulting from conversion to the prototypical school formula in the  
17 general apportionment program, the learning assistance program, the  
18 transitional bilingual program, and the highly capable program, after  
19 adjustment for changes in enrollment and other caseload adjustments.

20 (15) \$208,000 of the general fund--state appropriation for fiscal  
21 year 2012 and \$211,000 of the general fund--state appropriation for  
22 fiscal year 2013 are provided solely for school district emergencies as  
23 certified by the superintendent of public instruction. At the close of  
24 the fiscal year the superintendent of public instruction shall report  
25 to the office of financial management and the appropriate fiscal  
26 committees of the legislature on the allocations provided to districts  
27 and the nature of the emergency.

28 (16) Funding in this section is sufficient to fund a maximum of  
29 1.6 FTE enrollment for skills center students pursuant to chapter 463,  
30 Laws of 2007.

31 (17) Beginning in the 2011-12 school year, students participating  
32 in running start programs may be funded up to a combined maximum  
33 enrollment of 1.2 FTE including school district and institution of  
34 higher education enrollment. In calculating the combined 1.2 FTE, the  
35 office of the superintendent of public instruction may average the  
36 participating student's September through June enrollment to account  
37 for differences in the start and end dates for courses provided by the  
38 high school and higher education institution. Additionally, the office

1 of the superintendent of public instruction, in consultation with the  
2 state board for community and technical colleges, the higher education  
3 coordinating board, and the education data center, shall annually track  
4 and report to the fiscal committees of the legislature on the combined  
5 FTE experience of students participating in the running start program,  
6 including course load analyses at both the high school and community  
7 and technical college system.

8 (18) If two or more school districts consolidate and each district  
9 was receiving additional basic education formula staff units pursuant  
10 to subsection (12) of this section, the following apply:

11 (a) For three school years following consolidation, the number of  
12 basic education formula staff units shall not be less than the number  
13 of basic education formula staff units received by the districts in the  
14 school year prior to the consolidation; and

15 (b) For the fourth through eighth school years following  
16 consolidation, the difference between the basic education formula staff  
17 units received by the districts for the school year prior to  
18 consolidation and the basic education formula staff units after  
19 consolidation pursuant to subsection (12) of this section shall be  
20 reduced in increments of twenty percent per year.

21 (19)(a) Indirect cost charges by a school district to approved  
22 career and technical education middle and secondary programs shall not  
23 exceed 15 percent of the combined basic education and career and  
24 technical education program enhancement allocations of state funds.  
25 Middle and secondary career and technical education programs are  
26 considered separate programs for funding and financial reporting  
27 purposes under this section.

28 (b) Career and technical education program full-time equivalent  
29 enrollment shall be reported on the same monthly basis as the  
30 enrollment for students eligible for basic support, and payments shall  
31 be adjusted for reported career and technical education program  
32 enrollments on the same monthly basis as those adjustments for  
33 enrollment for students eligible for basic support.

34 **Sec. 1503.** 2012 2nd sp.s. c 7 s 505 (uncodified) is amended to  
35 read as follows:

36 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PUPIL TRANSPORTATION**  
37 General Fund--State Appropriation (FY 2012) . . . . . \$322,243,000

|   |   |                                |
|---|---|--------------------------------|
| 1 | General Fund--State Appropriation (FY 2013) . . . . . | (( <del>\$273,642,000</del> )) |
| 2 |   | <u>\$273,893,000</u>           |
| 3 | TOTAL APPROPRIATION . . . . .                         | (( <del>\$595,885,000</del> )) |
| 4 |   | <u>\$596,136,000</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) For the 2011-12 and 2012-13 school years, the superintendent  
11 shall allocate funding to school district programs for the  
12 transportation of students as provided in RCW 28A.160.192.

13 (b) From July 1, 2011 to August 31, 2011, the superintendent shall  
14 allocate funding to school districts programs for the transportation of  
15 students as provided in section 505, chapter 564, Laws of 2009, as  
16 amended through section 1404 of this act.

17 (3) Any amounts appropriated for maintenance level funding for  
18 pupil transportation that exceed actual maintenance level expenditures  
19 as calculated under the funding formula that takes effect September 1,  
20 2011, shall be distributed to districts according to RCW  
21 28A.160.192(2)(b).

22 (4) A maximum of \$892,000 of this fiscal year 2012 appropriation  
23 and a maximum of \$892,000 of the fiscal year 2013 appropriation may be  
24 expended for regional transportation coordinators and related  
25 activities. The transportation coordinators shall ensure that data  
26 submitted by school districts for state transportation funding shall,  
27 to the greatest extent practical, reflect the actual transportation  
28 activity of each district.

29 (5) The office of the superintendent of public instruction shall  
30 provide reimbursement funding to a school district for school bus  
31 purchases only after the superintendent of public instruction  
32 determines that the school bus was purchased from the list established  
33 pursuant to RCW 28A.160.195(2) or a comparable competitive bid process  
34 based on the lowest price quote based on similar bus categories to  
35 those used to establish the list pursuant to RCW 28A.160.195.

36 (6) The superintendent of public instruction shall base  
37 depreciation payments for school district buses on the pre-sales tax  
38 five-year average of lowest bids in the appropriate category of bus.

1 In the final year on the depreciation schedule, the depreciation  
2 payment shall be based on the lowest bid in the appropriate bus  
3 category for that school year.

4 (7) Funding levels in this section reflect waivers granted by the  
5 state board of education for four-day school weeks as allowed under RCW  
6 28A.305.141.

7 (8) Starting with the 2012-13 school year, the office of the  
8 superintendent of public instruction shall disburse payments for bus  
9 depreciation in August.

10 **Sec. 1504.** 2011 2nd sp.s. c 9 s 506 (uncodified) is amended to  
11 read as follows:

12 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL FOOD SERVICE**  
13 **PROGRAMS**

|    |   |                            |
|----|---|----------------------------|
| 14 | General Fund--State Appropriation (FY 2012) . . . . . | \$7,111,000                |
| 15 | General Fund--State Appropriation (FY 2013) . . . . . | \$7,111,000                |
| 16 | General Fund--Federal Appropriation . . . . .         | <del>(\$436,400,000)</del> |
| 17 |   | <u>\$506,000,000</u>       |
| 18 | TOTAL APPROPRIATION . . . . .                         | <del>(\$450,622,000)</del> |
| 19 |   | <u>\$520,222,000</u>       |

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

22 (1) \$7,111,000 of the general fund--state appropriation for fiscal  
23 year 2012 and \$7,111,000 of the general fund--state appropriation for  
24 fiscal year 2013 are provided solely for state matching money for  
25 federal child nutrition programs, and may support the meals for kids  
26 program through the following allowable uses:

27 (a) Elimination of breakfast copays for eligible public school  
28 students and lunch copays for eligible public school students in grades  
29 kindergarten through third grade who are eligible for reduced price  
30 lunch;

31 (b) Assistance to school districts and authorized public and  
32 private nonprofit organizations for supporting summer food service  
33 programs, and initiating new summer food service programs in low-income  
34 areas;

35 (c) Reimbursements to school districts for school breakfasts served  
36 to students eligible for free and reduced price lunch, pursuant to  
37 chapter 287, Laws of 2005; and



1 (d) Assistance to school districts in initiating and expanding  
2 school breakfast programs.

3 The office of the superintendent of public instruction shall report  
4 annually to the fiscal committees of the legislature on annual  
5 expenditures in (a), (b), and (c) of this subsection.

6 **Sec. 1505.** 2012 2nd sp.s. c 7 s 506 (uncodified) is amended to  
7 read as follows:

8 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SPECIAL EDUCATION**  
9 **PROGRAMS**

|    |   |                                  |
|----|---|----------------------------------|
| 10 | General Fund--State Appropriation (FY 2012) . . . . .         | \$648,369,000                    |
| 11 | General Fund--State Appropriation (FY 2013) . . . . .         | <del>(( \$679,832,000 ))</del>   |
| 12 |   | <u>\$659,919,000</u>             |
| 13 | General Fund--Federal Appropriation . . . . .                 | <del>(( \$486,922,000 ))</del>   |
| 14 |   | <u>\$499,922,000</u>             |
| 15 | Education Legacy Trust Account--State Appropriation . . . . . | \$756,000                        |
| 16 | TOTAL APPROPRIATION . . . . .                                 | <del>(( \$1,815,879,000 ))</del> |
| 17 |   | <u>\$1,808,966,000</u>           |

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

20 (1) Funding for special education programs is provided on an excess  
21 cost basis, pursuant to RCW 28A.150.390. School districts shall ensure  
22 that special education students as a class receive their full share of  
23 the general apportionment allocation accruing through sections 502 and  
24 504 of this act. To the extent a school district cannot provide an  
25 appropriate education for special education students under chapter  
26 28A.155 RCW through the general apportionment allocation, it shall  
27 provide services through the special education excess cost allocation  
28 funded in this section.

29 (2)(a) The superintendent of public instruction shall ensure that:

30 (i) Special education students are basic education students first;

31 (ii) As a class, special education students are entitled to the  
32 full basic education allocation; and

33 (iii) Special education students are basic education students for  
34 the entire school day.

35 (b) The superintendent of public instruction shall continue to  
36 implement the full cost method of excess cost accounting, as designed

1 by the committee and recommended by the superintendent, pursuant to  
2 section 501(1)(k), chapter 372, Laws of 2006.

3 (c) Beginning with the 2010-11 school year award cycle, the office  
4 of the superintendent of public instruction shall make award  
5 determinations for state safety net funding in August of each school  
6 year. Determinations on school district eligibility for state safety  
7 net awards shall be based on analysis of actual expenditure data from  
8 the current school year.

9 (3) Each fiscal year appropriation includes such funds as are  
10 necessary to complete the school year ending in the fiscal year and for  
11 prior fiscal year adjustments.

12 (4)(a) For the 2011-12 and 2012-13 school years, the superintendent  
13 shall allocate funding to school district programs for special  
14 education students as provided in RCW 28A.150.390.

15 (b) From July 1, 2011 to August 31, 2011, the superintendent shall  
16 allocate funding to school district programs for special education  
17 students as provided in section 507, chapter 564, Laws of 2009, as  
18 amended through section 1406 of this act.

19 (5) The following applies throughout this section: The definitions  
20 for enrollment and enrollment percent are as specified in RCW  
21 28A.150.390(3). Each district's general fund--state funded special  
22 education enrollment shall be the lesser of the district's actual  
23 enrollment percent or 12.7 percent.

24 (6) At the request of any interdistrict cooperative of at least 15  
25 districts in which all excess cost services for special education  
26 students of the districts are provided by the cooperative, the maximum  
27 enrollment percent shall be calculated in accordance with RCW  
28 28A.150.390(3) (c) and (d), and shall be calculated in the aggregate  
29 rather than individual district units. For purposes of this  
30 subsection, the average basic education allocation per full-time  
31 equivalent student shall be calculated in the aggregate rather than  
32 individual district units.

33 (7) \$8,914,000 of the general fund--state appropriation for fiscal  
34 year 2012, (~~(\$34,200,000)~~) \$9,469,000 of the general fund--state  
35 appropriation for fiscal year 2013, and (~~(\$29,574,000)~~) \$32,574,000 of  
36 the general fund--federal appropriation are provided solely for safety  
37 net awards for districts with demonstrated needs for special education  
38 funding beyond the amounts provided in subsection (4) of this section.

1 If the federal safety net awards based on the federal eligibility  
2 threshold exceed the federal appropriation in this subsection (7) in  
3 any fiscal year, the superintendent shall expend all available federal  
4 discretionary funds necessary to meet this need. At the conclusion of  
5 each school year, the superintendent shall recover safety net funds  
6 that were distributed prospectively but for which districts were not  
7 subsequently eligible.

8 (a) For the 2011-12 and 2012-13 school years, safety net funds  
9 shall be awarded by the state safety net oversight committee as  
10 provided in section 109(1) chapter 548, Laws of 2009 (ESHB 2261).

11 (b) From July 1, 2011 to August 31, 2011, the superintendent shall  
12 operate the safety net oversight committee and shall award safety net  
13 funds as provided in section 507, chapter 564, Laws of 2009, as amended  
14 through section 1406 of this act.

15 (8) A maximum of \$678,000 may be expended from the general fund--  
16 state appropriations to fund 5.43 full-time equivalent teachers and 2.1  
17 full-time equivalent aides at children's orthopedic hospital and  
18 medical center. This amount is in lieu of money provided through the  
19 home and hospital allocation and the special education program.

20 (9) The superintendent shall maintain the percentage of federal  
21 flow-through to school districts at 85 percent. In addition to other  
22 purposes, school districts may use increased federal funds for high-  
23 cost students, for purchasing regional special education services from  
24 educational service districts, and for staff development activities  
25 particularly relating to inclusion issues.

26 (10) A school district may carry over from one year to the next  
27 year up to 10 percent of the general fund--state funds allocated under  
28 this program; however, carryover funds shall be expended in the special  
29 education program.

30 (11) \$251,000 of the general fund--state appropriation for fiscal  
31 year 2012 and \$251,000 of the general fund--state appropriation for  
32 fiscal year 2013 are provided solely for two additional full-time  
33 equivalent staff to support the work of the safety net committee and to  
34 provide training and support to districts applying for safety net  
35 awards.

36 (12) \$50,000 of the general fund--state appropriation for fiscal  
37 year 2012, \$50,000 of the general fund--state appropriation for fiscal

1 year 2013, and \$100,000 of the general fund--federal appropriation  
2 shall be expended to support a special education ombudsman program  
3 within the office of superintendent of public instruction.

4 **Sec. 1506.** 2012 2nd sp.s. c 7 s 507 (uncodified) is amended to  
5 read as follows:

6 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR EDUCATIONAL SERVICE**  
7 **DISTRICTS**

|    |   |                           |
|----|---|---------------------------|
| 8  | General Fund--State Appropriation (FY 2012) . . . . . | \$7,894,000               |
| 9  | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$7,912,000)</del>  |
| 10 |   | <u>\$7,895,000</u>        |
| 11 | TOTAL APPROPRIATION . . . . .                         | <del>(\$15,806,000)</del> |
| 12 |   | <u>\$15,789,000</u>       |

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

15 (1) The educational service districts shall continue to furnish  
16 financial services required by the superintendent of public instruction  
17 and RCW 28A.310.190 (3) and (4).

18 (2) Funding within this section is provided for regional  
19 professional development related to mathematics and science curriculum  
20 and instructional strategies. Funding shall be distributed among the  
21 educational service districts in the same proportion as distributions  
22 in the 2007-2009 biennium. Each educational service district shall use  
23 this funding solely for salary and benefits for a certificated  
24 instructional staff with expertise in the appropriate subject matter  
25 and in professional development delivery, and for travel, materials,  
26 and other expenditures related to providing regional professional  
27 development support.

28 (3) The educational service districts, at the request of the state  
29 board of education pursuant to RCW 28A.310.010 and ~~((28A.310.340))~~  
30 28A.305.130, may receive and screen applications for school  
31 accreditation, conduct school accreditation site visits pursuant to  
32 state board of education rules, and submit to the state board of  
33 education post-site visit recommendations for school accreditation.  
34 The educational service districts may assess a cooperative service fee  
35 to recover actual plus reasonable indirect costs for the purposes of  
36 this subsection.

1       **Sec. 1507.** 2012 2nd sp.s. c 7 s 508 (uncodified) is amended to  
2 read as follows:

3       **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR LOCAL EFFORT**  
4       **ASSISTANCE**

|    |   |                            |
|----|---|----------------------------|
| 5  | General Fund--State Appropriation (FY 2012) . . . . . | \$300,768,000              |
| 6  | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$298,166,000)</del> |
| 7  |   | <u>\$299,537,000</u>       |
| 8  | General Fund--Federal Appropriation . . . . .         | \$4,400,000                |
| 9  | TOTAL APPROPRIATION . . . . .                         | <del>(\$603,334,000)</del> |
| 10 |   | <u>\$604,705,000</u>       |

11       The appropriations in this section are subject to the following  
12 conditions and limitations: For purposes of RCW 84.52.0531, the  
13 increase per full-time equivalent student is 3 percent from the 2010-11  
14 school year to the 2011-12 school year and 5 percent from the 2011-12  
15 school year to the 2012-13 school year.

16       **Sec. 1508.** 2012 2nd sp.s. c 7 s 509 (uncodified) is amended to  
17 read as follows:

18       **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR INSTITUTIONAL**  
19       **EDUCATION PROGRAMS**

|    |   |                           |
|----|---|---------------------------|
| 20 | General Fund--State Appropriation (FY 2012) . . . . . | \$16,694,000              |
| 21 | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$15,867,000)</del> |
| 22 |   | <u>\$14,547,000</u>       |
| 23 | TOTAL APPROPRIATION . . . . .                         | <del>(\$32,561,000)</del> |
| 24 |   | <u>\$31,241,000</u>       |

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

27       (1) Each general fund--state fiscal year appropriation includes  
28 such funds as are necessary to complete the school year ending in the  
29 fiscal year and for prior fiscal year adjustments.

30       (2) State funding provided under this section is based on salaries  
31 and other expenditures for a 220-day school year. The superintendent  
32 of public instruction shall monitor school district expenditure plans  
33 for institutional education programs to ensure that districts plan for  
34 a full-time summer program.

35       (3) State funding for each institutional education program shall be  
36 based on the institution's annual average full-time equivalent student

1 enrollment. Staffing ratios for each category of institution shall  
2 remain the same as those funded in the 1995-97 biennium.

3 (4) The funded staffing ratios for education programs for juveniles  
4 age 18 or less in department of corrections facilities shall be the  
5 same as those provided in the 1997-99 biennium.

6 (5) \$586,000 of the general fund--state appropriation for fiscal  
7 year 2012 and (~~(\$549,000)~~) \$899,000 of the general fund--state  
8 appropriation for fiscal year 2013 are provided solely to maintain at  
9 least one certificated instructional staff and related support services  
10 at an institution whenever the K-12 enrollment is not sufficient to  
11 support one full-time equivalent certificated instructional staff to  
12 furnish the educational program. The following types of institutions  
13 are included: Residential programs under the department of social and  
14 health services for developmentally disabled juveniles, programs for  
15 juveniles under the department of corrections, programs for juveniles  
16 under the juvenile rehabilitation administration, and programs for  
17 juveniles operated by city and county jails.

18 (6) Ten percent of the funds allocated for each institution may be  
19 carried over from one year to the next.

20 **Sec. 1509.** 2012 2nd sp.s. c 7 s 510 (uncodified) is amended to  
21 read as follows:

22 **FOR PROGRAMS FOR HIGHLY CAPABLE STUDENTS**

|    |   |                               |
|----|---|-------------------------------|
| 23 | General Fund--State Appropriation (FY 2012) . . . . . | \$8,745,000                   |
| 24 | General Fund--State Appropriation (FY 2013) . . . . . | ( <del>(\$8,788,000)</del> )  |
| 25 |   | <u>\$9,159,000</u>            |
| 26 | TOTAL APPROPRIATION . . . . .                         | ( <del>(\$17,533,000)</del> ) |
| 27 |   | <u>\$17,904,000</u>           |

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

30 (1) Each general fund fiscal year appropriation includes such funds  
31 as are necessary to complete the school year ending in the fiscal year  
32 and for prior fiscal year adjustments.

33 (2)(a) For the 2011-12 and 2012-13 school years, the superintendent  
34 shall allocate funding to school district programs for highly capable  
35 students as provided in RCW 28A.150.260(10)(c). In calculating the  
36 allocations, the superintendent shall assume the following: (i)  
37 Additional instruction of 2.1590 hours per week per funded highly

1 capable program student; (ii) fifteen highly capable program students  
2 per teacher; (iii) 36 instructional weeks per year; (iv) 900  
3 instructional hours per teacher; and (v) the district's average staff  
4 mix and compensation rates as provided in sections 503 and 504 of this  
5 act.

6 (b) From July 1, 2011, to August 31, 2011, the superintendent shall  
7 allocate funding to school districts programs for highly capable  
8 students as provided in section 511, chapter 564, Laws of 2009, as  
9 amended through section 1409 of this act.

10 (3) \$85,000 of the general fund--state appropriation for fiscal  
11 year 2012 and \$85,000 of the general fund--state appropriation for  
12 fiscal year 2013 are provided solely for the centrum program at Fort  
13 Worden state park.

14 **Sec. 1510.** 2012 2nd sp.s. c 7 s 511 (uncodified) is amended to  
15 read as follows:

16 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--EDUCATION REFORM**  
17 **PROGRAMS**

|    |   |                            |
|----|---|----------------------------|
| 18 | General Fund--State Appropriation (FY 2012) . . . . .         | \$58,078,000               |
| 19 | General Fund--State Appropriation (FY 2013) . . . . .         | <del>(\$103,655,000)</del> |
| 20 |   | <u>\$103,455,000</u>       |
| 21 | General Fund--Federal Appropriation . . . . .                 | <del>(\$219,147,000)</del> |
| 22 |   | <u>\$221,147,000</u>       |
| 23 | General Fund--Private/Local Appropriation . . . . .           | \$4,000,000                |
| 24 | Education Legacy Trust Account--State Appropriation . . . . . | \$1,596,000                |
| 25 | TOTAL APPROPRIATION . . . . .                                 | <del>(\$386,476,000)</del> |
| 26 |   | <u>\$388,276,000</u>       |

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

29 (1) \$40,822,000 of the general fund--state appropriation for fiscal  
30 year 2012, \$41,614,000 of the general fund--state appropriation for  
31 fiscal year 2013, \$1,350,000 of the education legacy trust  
32 account--state appropriation, and \$15,868,000 of the general fund--  
33 federal appropriation are provided solely for development and  
34 implementation of the Washington state assessment system, including:

- 35 (a) Development and implementation of retake assessments for high
- 36 school students who are not successful in one or more content areas and
- 37 (b) development and implementation of alternative assessments or

1 appeals procedures to implement the certificate of academic  
2 achievement. The superintendent of public instruction shall report  
3 quarterly on the progress on development and implementation of  
4 alternative assessments or appeals procedures. Within these amounts,  
5 the superintendent of public instruction shall contract for the early  
6 return of 10th grade student assessment results, on or around June 10th  
7 of each year. State funding shall be limited to one collection of  
8 evidence payment per student, per content-area assessment.

9 (2) \$356,000 of the general fund--state appropriation for fiscal  
10 year 2012 and \$356,000 of the general fund--state appropriation for  
11 fiscal year 2013 are provided solely for the Washington state  
12 leadership and assistance for science education reform (LASER) regional  
13 partnership activities coordinated at the Pacific science center,  
14 including instructional material purchases, teacher and principal  
15 professional development, and school and community engagement events.

16 (3) \$980,000 of the general fund--state appropriation for fiscal  
17 year 2012 and \$980,000 of the general fund--state appropriation for  
18 fiscal year 2013 are provided solely for improving technology  
19 infrastructure, monitoring and reporting on school district technology  
20 development, promoting standards for school district technology,  
21 promoting statewide coordination and planning for technology  
22 development, and providing regional educational technology support  
23 centers, including state support activities, under chapter 28A.650 RCW.

24 (4) \$3,852,000 of the general fund--state appropriation for fiscal  
25 year 2012 and \$2,624,000 of the general fund--state appropriation for  
26 fiscal year 2013 are provided solely for continued implementation of  
27 chapter 235, Laws of 2010 (education reform) including development of  
28 new performance-based evaluation systems for certificated educators.

29 (5)(a) \$39,296,000 of the general fund--state appropriation for  
30 fiscal year 2013 is provided solely for the following bonuses for  
31 teachers who hold valid, unexpired certification from the national  
32 board for professional teaching standards and who are teaching in a  
33 Washington public school, subject to the following conditions and  
34 limitations:

35 (i) For national board certified teachers, a bonus of \$5,090 per  
36 teacher in the 2011-12 and 2012-13 school years, adjusted for inflation  
37 in each school year in which Initiative 732 cost of living adjustments  
38 are provided;



1 (ii) An additional \$5,000 annual bonus shall be paid to national  
2 board certified teachers who teach in either: (A) High schools where  
3 at least 50 percent of student headcount enrollment is eligible for  
4 federal free or reduced price lunch, (B) middle schools where at least  
5 60 percent of student headcount enrollment is eligible for federal free  
6 or reduced price lunch, or (C) elementary schools where at least 70  
7 percent of student headcount enrollment is eligible for federal free or  
8 reduced price lunch;

9 (iii) The superintendent of public instruction shall adopt rules to  
10 ensure that national board certified teachers meet the qualifications  
11 for bonuses under (a)(ii) of this subsection for less than one full  
12 school year receive bonuses in a pro-rated manner. Beginning in the  
13 2011-12 school year, all bonuses in (a)(i) and (ii) of this subsection  
14 will be paid in July of each school year. Bonuses in (a)(i) and (ii)  
15 of this subsection shall be reduced by a factor of 40 percent for first  
16 year NBPTS certified teachers, to reflect the portion of the  
17 instructional school year they are certified; and

18 (iv) During the 2011-12 and 2012-13 school years, and within  
19 available funds, certificated instructional staff who have met the  
20 eligibility requirements and have applied for certification from the  
21 national board for professional teaching standards may receive a  
22 conditional loan of two thousand dollars or the amount set by the  
23 office of the superintendent of public instruction to contribute toward  
24 the current assessment fee, not including the initial up-front  
25 candidacy payment. The fee shall be an advance on the first annual  
26 bonus under RCW 28A.405.415. The conditional loan is provided in  
27 addition to compensation received under a district's salary schedule  
28 and shall not be included in calculations of a district's average  
29 salary and associated salary limitation under RCW 28A.400.200.  
30 Recipients who fail to receive certification after three years are  
31 required to repay the conditional loan. The office of the  
32 superintendent of public instruction shall adopt rules to define the  
33 terms for initial grant of the assessment fee and repayment, including  
34 applicable fees. To the extent necessary, the superintendent may use  
35 revenues from the repayment of conditional loan scholarships to ensure  
36 payment of all national board bonus payments required by this section  
37 in each school year.

1 (6) \$477,000 of the general fund--state appropriation for fiscal  
2 year 2012 and \$477,000 of the general fund--state appropriation for  
3 fiscal year 2013 are provided solely for the leadership internship  
4 program for superintendents, principals, and program administrators.

5 (7) \$950,000 of the general fund--state appropriation for fiscal  
6 year 2012 and \$950,000 of the general fund--state appropriation for  
7 fiscal year 2013 are provided solely for the Washington reading corps.  
8 The superintendent shall allocate reading corps members to low-  
9 performing schools and school districts that are implementing  
10 comprehensive, proven, research-based reading programs. Two or more  
11 schools may combine their Washington reading corps programs.

12 (8) \$810,000 of the general fund--state appropriation for fiscal  
13 year 2012 and \$810,000 of the general fund--state appropriation for  
14 fiscal year 2013 are provided solely for the development of a  
15 leadership academy for school principals and administrators. The  
16 superintendent of public instruction shall contract with an independent  
17 organization to design, field test, and implement a state-of-the-art  
18 education leadership academy that will be accessible throughout the  
19 state. Initial development of the content of the academy activities  
20 shall be supported by private funds. Semiannually the independent  
21 organization shall report on amounts committed by foundations and  
22 others to support the development and implementation of this program.  
23 Leadership academy partners shall include the state level organizations  
24 for school administrators and principals, the superintendent of public  
25 instruction, the professional educator standards board, and others as  
26 the independent organization shall identify.

27 (9) \$3,234,000 of the general fund--state appropriation for fiscal  
28 year 2012 and \$3,234,000 of the general fund--state appropriation for  
29 fiscal year 2013 are provided solely for grants to school districts to  
30 provide a continuum of care for children and families to help children  
31 become ready to learn. Grant proposals from school districts shall  
32 contain local plans designed collaboratively with community service  
33 providers. If a continuum of care program exists in the area in which  
34 the school district is located, the local plan shall provide for  
35 coordination with existing programs to the greatest extent possible.

36 (10) \$1,500,000 of the general fund--state appropriation for fiscal  
37 year 2012 and \$1,500,000 of the general fund--state appropriation for  
38 fiscal year 2013 are provided solely for the implementation of chapter

1 288, Laws of 2011 (actual student success program), including  
2 allocations to the opportunity internship program, the jobs for  
3 America's graduates program, the building bridges program, services  
4 provided by a college scholarship organization. Funding shall not be  
5 used in the 2011-2013 fiscal biennium to provide awards for schools and  
6 school districts.

7 (11) \$859,000 of the general fund--state appropriation for fiscal  
8 year 2012, \$808,000 of the general fund--state appropriation for fiscal  
9 year 2013, and \$248,000 of the education legacy trust account--state  
10 appropriation are for administrative support of education reform  
11 programs.

12 (12) \$2,000,000 of the general fund--state appropriation for fiscal  
13 year 2012 and \$2,000,000 of the general fund--state appropriation for  
14 fiscal year 2013 are provided solely for a statewide information  
15 technology (IT) academy program. This public-private partnership will  
16 provide educational software, as well as IT certification and software  
17 training opportunities for students and staff in public schools.

18 (13) \$977,000 of the general fund--state appropriation for fiscal  
19 year 2012 and \$1,077,000 of the general fund--state appropriation for  
20 fiscal year 2013 are provided solely for secondary career and technical  
21 education grants pursuant to chapter 170, Laws of 2008. If equally  
22 matched by private donations, \$300,000 of the 2012 appropriation and  
23 \$300,000 of the 2013 appropriation shall be used to support FIRST  
24 robotics programs. Of the amounts in this subsection, \$100,000 of the  
25 fiscal year 2013 appropriation is provided solely for the purpose of  
26 statewide supervision activities for career and technical education  
27 student leadership organizations.

28 (14) \$125,000 of the general fund--state appropriation for fiscal  
29 year 2012 and \$125,000 of the general fund--state appropriation for  
30 fiscal year 2013 are provided solely for (a) staff at the office of the  
31 superintendent of public instruction to coordinate and promote efforts  
32 to develop integrated math, science, technology, and engineering  
33 programs in schools and districts across the state; and (b) grants of  
34 \$2,500 to provide twenty middle and high school teachers each year with  
35 professional development training for implementing integrated math,  
36 science, technology, and engineering programs in their schools.

37 (15) \$135,000 of the general fund--state appropriation for fiscal  
38 year 2012 and \$135,000 of the general fund--state appropriation for

1 fiscal year 2013 are provided solely for science, technology,  
2 engineering and mathematics lighthouse projects, consistent with  
3 chapter 238, Laws of 2010.

4 (16) \$1,000,000 of the general fund--state appropriation for fiscal  
5 year 2012 and \$1,000,000 of the general fund--state appropriation for  
6 fiscal year 2013 are provided solely for a beginning educator support  
7 program. School districts and/or regional consortia may apply for  
8 grant funding. The superintendent shall implement this program in 5 to  
9 15 school districts and/or regional consortia. The program provided by  
10 a district and/or regional consortia shall include: A paid  
11 orientation; assignment of a qualified mentor; development of a  
12 professional growth plan for each beginning teacher aligned with  
13 professional certification; release time for mentors and new teachers  
14 to work together; and teacher observation time with accomplished peers.  
15 \$250,000 may be used to provide statewide professional development  
16 opportunities for mentors and beginning educators.

17 (17) \$5,767,000 of the general fund--state appropriation for fiscal  
18 year 2013 is provided solely pursuant to Engrossed Substitute Senate  
19 Bill No. 5895 (certificated employee evaluations). If the bill is not  
20 enacted by June 30, 2012, the amount provided in this subsection shall  
21 lapse.

22 (~~(19)~~) (18) \$250,000 of the general fund--state appropriation for  
23 fiscal year 2013 is provided solely for advanced project lead the way  
24 courses at ten high schools. To be eligible for funding, a high school  
25 must have offered a foundational project lead the way course during the  
26 2011-12 school year. The funding must be used for one-time start-up  
27 course costs for an advanced project lead the way course, to be offered  
28 to students beginning in the 2012-13 school year. The office of the  
29 superintendent of public instruction and the education research and  
30 data center at the office of financial management shall track student  
31 participation and long-term outcome data.

32 (~~(20)~~) (19) \$150,000 of the general fund--state appropriation for  
33 fiscal year 2013 is provided solely for aerospace and manufacturing  
34 technical programs housed at two skill centers. The one-time funding  
35 is provided for start-up equipment and curriculum purchases. To be  
36 eligible for funding, the skill center must agree to provide regional  
37 high schools with access to a technology laboratory, expand  
38 manufacturing certificate and course offerings at the skill center, and

1 provide a laboratory space for local high school teachers to engage in  
2 professional development in the instruction of courses leading to  
3 student employment certification in the aerospace and manufacturing  
4 industries. The office of the superintendent of public instruction  
5 shall administer the grants in consultation with the center for  
6 excellence for aerospace and advanced materials manufacturing.

7 ~~((+21+))~~ (20) \$300,000 of the general fund--state appropriation for  
8 fiscal year 2013 is provided solely for start-up grants to twelve high  
9 schools to implement the aerospace assembler program. Participating  
10 high schools must agree to offer the aerospace assembler training  
11 program to students by spring semester of school year 2012-13. The  
12 office of the superintendent of public instruction and the education  
13 research and data center at the office of financial management shall  
14 track student participation and long-term outcome data.

15 **Sec. 1511.** 2012 2nd sp.s. c 7 s 512 (uncodified) is amended to  
16 read as follows:

17 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRANSITIONAL**  
18 **BILINGUAL PROGRAMS**

|    |   |                            |
|----|---|----------------------------|
| 19 | General Fund--State Appropriation (FY 2012) . . . . . | \$79,575,000               |
| 20 | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$80,666,000)</del>  |
| 21 |   | <u>\$83,896,000</u>        |
| 22 | General Fund--Federal Appropriation . . . . .         | \$71,001,000               |
| 23 | TOTAL APPROPRIATION . . . . .                         | <del>(\$231,242,000)</del> |
| 24 |   | <u>\$234,472,000</u>       |

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

27 (1) Each general fund fiscal year appropriation includes such funds  
28 as are necessary to complete the school year ending in the fiscal year  
29 and for prior fiscal year adjustments.

30 (2)(a) For the 2011-12 and 2012-13 school years, the superintendent  
31 shall allocate funding to school districts for transitional bilingual  
32 programs as provided in RCW 28A.150.260(10)(b). In calculating the  
33 allocations, the superintendent shall assume the following averages:  
34 (i) Additional instruction of 4.7780 hours per week per transitional  
35 bilingual program student; (ii) fifteen transitional bilingual program  
36 students per teacher; (iii) 36 instructional weeks per year; (iv) 900  
37

1 instructional hours per teacher; and (v) the district's average staff  
2 mix and compensation rates as provided in sections 503 and 504 of this  
3 act.

4 (b) From July 1, 2011, to August 31, 2011, the superintendent shall  
5 allocate funding to school districts for transitional bilingual  
6 instruction programs as provided in section 514, chapter 564, Laws of  
7 2009, as amended through section 1411 of this act.

8 (c) The allocations in this section reflect the implementation of  
9 a new funding formula for the transitional bilingual instructional  
10 program, effective September 1, 2011, as specified in RCW  
11 28A.150.260(10)(b).

12 (3) The superintendent may withhold allocations to school districts  
13 in subsection (2) of this section solely for the central provision of  
14 assessments as provided in RCW 28A.180.090 (1) and (2) up to the  
15 following amounts: 2.79 percent for school year 2011-12 and 2.11  
16 percent for school year 2012-13.

17 (4) The general fund--federal appropriation in this section is for  
18 migrant education under Title I Part C and English language  
19 acquisition, and language enhancement grants under Title III of the  
20 elementary and secondary education act.

21 (5) In preparing its 2013-15 biennial budget request, the office of  
22 the superintendent of public instruction shall prepare for  
23 implementation of a funding model for the transitional bilingual  
24 program, beginning in school year 2013-14, that is scaled to provide  
25 more support to students requiring most intensive intervention,  
26 (students with beginning levels of English language proficiency) and  
27 less support to students requiring less intervention. The funding  
28 model shall also provide up to two years of bonus funding upon  
29 successful exit from the bilingual program to facilitate successful  
30 transition to a standard program of education.

31 \$35,000 of the general fund--state appropriation for fiscal year  
32 2012 and \$35,000 of the general fund--state appropriation for fiscal  
33 year 2013 are provided solely to track current and former transitional  
34 bilingual program students.

35 **Sec. 1512.** 2012 2nd sp.s. c 7 s 513 (uncodified) is amended to  
36 read as follows:

1 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE LEARNING**  
2 **ASSISTANCE PROGRAM**

|    |   |                            |
|----|---|----------------------------|
| 3  | General Fund--State Appropriation (FY 2012) . . . . . | \$102,619,000              |
| 4  | General Fund--State Appropriation (FY 2013) . . . . . | <del>(\$128,779,000)</del> |
| 5  |   | <u>\$127,422,000</u>       |
| 6  | General Fund--Federal Appropriation . . . . .         | <del>(\$492,207,000)</del> |
| 7  |   | <u>\$506,207,000</u>       |
| 8  | Education Legacy Trust Account--State                 |                            |
| 9  | Appropriation . . . . .                               | \$23,990,000               |
| 10 | TOTAL APPROPRIATION . . . . .                         | <del>(\$747,595,000)</del> |
| 11 |   | <u>\$760,238,000</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)(i) For the 2011-12 and 2012-13 school years, the superintendent  
20 shall allocate funding to school districts for learning assistance  
21 programs as provided in RCW 28A.150.260(10)(a). In calculating the  
22 allocations, the superintendent shall assume the following averages:  
23 (A) Additional instruction of 1.51560 hours per week per funded  
24 learning assistance program student; (B) fifteen learning assistance  
25 program students per teacher; (C) 36 instructional weeks per year; (D)  
26 900 instructional hours per teacher; and (E) the district's average  
27 staff mix and compensation rates as provided in sections 503 and 504 of  
28 this act.

29 (ii) From July 1, 2011, to August 31, 2011, the superintendent  
30 shall allocate funding to school districts for learning assistance  
31 programs as provided in section 515, chapter 564, Laws of 2009, as  
32 amended through section 1412 of this act.

33 (c) A school district's funded students for the learning assistance  
34 program shall be the sum of the district's full-time equivalent  
35 enrollment in grades K-12 for the prior school year multiplied by the  
36 district's percentage of October headcount enrollment in grades K-12  
37 eligible for free or reduced price lunch in the prior school year.

1 (2) Allocations made pursuant to subsection (1) of this section  
2 shall be adjusted to reflect ineligible applications identified through  
3 the annual income verification process required by the national school  
4 lunch program, as recommended in the report of the state auditor on the  
5 learning assistance program dated February, 2010.

6 (3) The general fund--federal appropriation in this section is  
7 provided for Title I Part A allocations of the no child left behind act  
8 of 2001.

9 (4) A school district may carry over from one year to the next up  
10 to 10 percent of the general fund-state or education legacy trust funds  
11 allocated under this program; however, carryover funds shall be  
12 expended for the learning assistance program.

13 (5) The office of the superintendent of public instruction shall  
14 research and recommend options for an adjustment factor for middle  
15 school and high school free and reduced price lunch eligibility  
16 reporting rates pursuant to RCW 28A.150.260(12)(a), and submit a report  
17 to the fiscal committees of the legislature by June 1, 2012. For the  
18 2011-12 and 2012-13 school years, the adjustment factor is 1.0.

19 **Sec. 1513.** 2012 2nd sp.s. c 7 s 514 (uncodified) is amended to  
20 read as follows:

21 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION**

22 (1) Amounts distributed to districts by the superintendent through  
23 part V of this act are for allocations purposes only and do not entitle  
24 a particular district, district employee, or student to a specific  
25 service, beyond what has been expressly provided in statute. Part V of  
26 this act restates the requirements of various sections of Title 28A  
27 RCW. If any conflict exists, the provisions of Title 28A RCW control  
28 unless this act explicitly states that it is providing an enhancement.

29 Any amounts provided in part V of this act in excess of the amounts  
30 required by Title 28A RCW provided in statute, are not within the  
31 program of basic education.

32 (2) To the maximum extent practicable, when adopting new or revised  
33 rules or policies relating to the administration of allocations in part  
34 V of this act that result in fiscal impact, the office of the  
35 superintendent of public instruction shall attempt to seek legislative  
36 approval through the budget request process.



1           (3) Appropriations made in this act to the office of the  
2 superintendent of public instruction shall initially be allotted as  
3 required by this act. Subsequent allotment modifications shall not  
4 include transfers of moneys between sections of this act except as  
5 expressly provided in subsection (4) of this section.

6           (4) The appropriations to the office of the superintendent of  
7 public instruction in this act shall be expended for the programs and  
8 amounts specified in this act. However, after May 1, (~~2012~~) 2013,  
9 unless specifically prohibited by this act and after approval by the  
10 director of financial management, the superintendent of public  
11 instruction may transfer state general fund appropriations for fiscal  
12 year (~~2012~~) 2013 among the following programs to meet the  
13 apportionment schedule for a specified formula in another of these  
14 programs: General apportionment; employee compensation adjustments;  
15 pupil transportation; special education programs; institutional  
16 education programs; transitional bilingual programs; highly capable;  
17 and learning assistance programs.

18           (5) The director of financial management shall notify the  
19 appropriate legislative fiscal committees in writing prior to approving  
20 any allotment modifications or transfers under this section.

(End of part)

**PART XVI**  
**HIGHER EDUCATION**

**Sec. 1601.** 2012 2nd sp.s. c 7 s 602 (uncodified) is amended to read as follows:

**FOR THE UNIVERSITY OF WASHINGTON**

|   |                            |
|---|----------------------------|
| General Fund--State Appropriation (FY 2012) . . . . .         | \$201,226,000              |
| General Fund--State Appropriation (FY 2013) . . . . .         | \$201,612,000              |
| Education Legacy Trust Account--State Appropriation . . . . . | \$18,579,000               |
| Economic Development Strategic Reserve Account--              |                            |
| State Appropriation . . . . .                                 | \$1,500,000                |
| Biotoxin Account--State Appropriation . . . . .               | <del>(\$450,000)</del>     |
|   | <u>\$350,000</u>           |
| Accident Account--State Appropriation . . . . .               | \$6,681,000                |
| Medical Aid Account--State Appropriation . . . . .            | \$6,488,000                |
| TOTAL APPROPRIATION . . . . .                                 | <del>(\$436,536,000)</del> |
|   | <u>\$436,436,000</u>       |

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

(1) In implementing the appropriations in this section, the president and regents shall seek to minimize impacts on student services and instructional programs by maximizing reductions in administration and other noninstructional activities.

(2) \$150,000 of the general fund--state appropriation for fiscal year 2012 and \$150,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the development of integrated medical curriculum for the Washington/Wyoming/Alaska/Montana/Idaho (WWAMI) medical education program in Spokane and eastern Washington. Funding is contingent on appropriations being provided to Washington State University for WWAMI program expansion in Spokane and eastern Washington.

(3) \$52,000 of the general fund--state appropriation for fiscal year 2012 and \$52,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the center for international trade in forest products in the college of forest resources.

(4) \$88,000 of the general fund--state appropriation for fiscal year 2012 is provided solely for implementation of Engrossed Second

1 Substitute Senate Bill No. 5485 (state's natural resources). If the  
2 bill is not enacted by June 30, 2011, the amount provided in this  
3 subsection shall lapse.

4 (5) \$143,000 of the general fund--state appropriation for fiscal  
5 year 2012 and \$144,000 of the general fund--state appropriation for  
6 fiscal year 2013 are provided solely for the ongoing management of the  
7 Washington park arboretum.

8 (6) \$3,800,000 of the general fund--state appropriation for fiscal  
9 year 2013 is provided solely for an expansion in engineering  
10 enrollments, including enrollments in the field of computer science.  
11 Amounts provided in this subsection may be used only to cover direct  
12 costs of instruction associated with this enrollment expansion. By  
13 June 30, 2012, the university shall provide a report to the legislature  
14 that provides specific detail on how these amounts will be spent. Each  
15 September 1st thereafter, the university shall provide an updated  
16 report that provides specific detail on how these amounts were spent in  
17 the preceding twelve months.

18 (7) Amounts appropriated in this section are sufficient for the  
19 university to conduct a comprehensive review of its tuition waiver  
20 policies. The resulting report shall include an overview of tuition  
21 waiver uses and costs (forgone revenue) and outcomes and any  
22 recommendations for changes to tuition waiver policy and shall be  
23 provided to the legislature no later than December 1, 2012.

24 (8) \$610,000 of the general fund--state appropriation for fiscal  
25 year 2012 is provided solely to expand health sciences capacity at the  
26 University of Washington for Washington, Wyoming, Alaska, Montana,  
27 Idaho (WWAMI) and \$190,000 of the general fund--state appropriation for  
28 fiscal year 2012 is provided solely to expand health sciences capacity  
29 at the University of Washington for Regional Initiatives in Dental  
30 Education (RIDE) for the WWAMI-RIDE program expansion to achieve full  
31 ramp-up of first-year medical students and dental students each year of  
32 the four-year programs.

33 (9) The University of Washington shall not use funds appropriated  
34 in this section to support intercollegiate athletics programs.

35 (10) Amounts appropriated in this section are sufficient to cover  
36 the costs associated with the implementation of Engrossed Substitute  
37 Senate Bill No. 6486 (collective bargaining for post-doctoral  
38 researchers).

1       **Sec. 1602.** 2012 2nd sp.s. c 7 s 613 (uncodified) is amended to  
2 read as follows:

3       **FOR THE STUDENT ACHIEVEMENT COUNCIL--OFFICE OF STUDENT FINANCIAL**  
4       **ASSISTANCE**

|    |   |                                |
|----|---|--------------------------------|
| 5  | General Fund--State Appropriation (FY 2013) . . . . . | \$247,034,000                  |
| 6  | General Fund--Federal Appropriation . . . . .         | \$5,812,000                    |
| 7  | Washington Opportunity Pathways Account--State        |                                |
| 8  | Appropriation . . . . .                               | \$73,500,000                   |
| 9  | <u>Aerospace Training Student Loan Account--State</u> |                                |
| 10 | <u>Appropriation . . . . .</u>                        | <u>\$12,000</u>                |
| 11 | TOTAL APPROPRIATION . . . . .                         | <del>(( \$326,346,000 ))</del> |
| 12 |   | <u>\$326,358,000</u>           |

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

15       (1) \$237,018,000 of the general fund--state appropriation for  
16 fiscal year 2013, and \$73,500,000 of the opportunity pathways account--  
17 state appropriation are provided solely for student financial aid  
18 payments under the state need grant and the state work study programs  
19 including up to a four percent administrative allowance for the state  
20 work study program.

21       (2) Within the funds appropriated in this section, eligibility for  
22 the state need grant shall include students with family incomes at or  
23 below 70 percent of the state median family income (MFI), adjusted for  
24 family size, and shall include students enrolled in three to five  
25 credit-bearing quarter credits, or the equivalent semester credits.  
26 The higher education coordinating board shall report to the legislature  
27 by December 1, 2013, regarding the number of students enrolled in three  
28 to five credit-bearing quarter credits, or the equivalent semester  
29 credits, and their academic progress including degree completion.  
30 Awards for all students shall be adjusted by the estimated amount by  
31 which Pell grant increases exceed projected increases in the  
32 noninstructional costs of attendance. Awards for students with incomes  
33 between 51 and 70 percent of the state median shall be prorated at the  
34 following percentages of the award amount granted to those with incomes  
35 below 51 percent of the MFI: 70 percent for students with family  
36 incomes between 51 and 55 percent MFI; 65 percent for students with  
37 family incomes between 56 and 60 percent MFI; 60 percent for students

1 with family incomes between 61 and 65 percent MFI; and 50 percent for  
2 students with family incomes between 66 and 70 percent MFI.

3 (3) \$1,250,000 of the general fund--state appropriation for fiscal  
4 year 2013 is provided solely for implementation of the aerospace  
5 training scholarship and student loan program as specified in Engrossed  
6 Substitute House Bill No. 1846 (aerospace student loans). If the bill  
7 is not enacted by June 30, 2012, the amount provided in this subsection  
8 shall lapse.

9 (4) For fiscal year 2013, the board shall defer loan or conditional  
10 scholarship repayments to the future teachers conditional scholarship  
11 and loan repayment program for up to one year for each participant if  
12 the participant has shown evidence of efforts to find a teaching job  
13 but has been unable to secure a teaching job per the requirements of  
14 the program.

15 (5) \$1,000,000 of the education legacy trust account--state  
16 appropriation is provided solely for the gaining early awareness and  
17 readiness for undergraduate programs project.

18 (6) \$1,500,000 of the general fund--state appropriation for fiscal  
19 year 2013 is provided solely for the leadership 1000 program.

20 (7) \$2,436,000 of the general fund--state appropriation for fiscal  
21 year 2013 is provided solely for the passport to college program. The  
22 maximum scholarship award shall be \$5,000. The board shall contract  
23 with a nonprofit organization to provide support services to increase  
24 student completion in their postsecondary program and shall, under this  
25 contract, provide a minimum of \$500,000 in fiscal year 2013 for this  
26 purpose.

27 (8) In addition to the entities listed in RCW 28B.122.010, the  
28 aerospace student loan program may provide loans to students attending  
29 an aerospace training program at Renton technical college.

30 (9) The office of student financial assistance and the department  
31 of health shall prioritize a portion of any nonfederal balances in the  
32 health professional loan repayment and scholarship fund for conditional  
33 loan repayment contracts with psychiatrists and with advanced  
34 registered nurse practitioners for work at one of the state-operated  
35 psychiatric hospitals. The office and department shall designate the  
36 state hospitals as health professional shortage areas if necessary for  
37 this purpose. The office of student financial assistance shall  
38 coordinate with the department of social and health services to

1 effectively incorporate these conditional loan repayments into the  
2 department's advanced psychiatric professional recruitment and  
3 retention strategies.

4 (10) \$50,000 of the amount provided in this section shall be used  
5 to convene the higher education loan program work group. The work  
6 group shall develop methods for funding the loan program in the future,  
7 as well as recommendations regarding the best loan program structure  
8 for providing financial aid to underserved populations. The work group  
9 shall seek out technical advice from the housing finance commission.  
10 At a minimum, the recommendations regarding the proposed loan program  
11 must take into account the following: Whether students could benefit  
12 from the creation of a new student loan program; the relationship  
13 between the student loan program and the state need grant program and  
14 the state need grant qualified student population; mechanisms to  
15 achieve interest rates that are below those offered in federally  
16 guaranteed and private bank student loans; sources of initial and  
17 on-going funding for loans and program operation; and default risks,  
18 reserve requirements, and other conditions required for the student  
19 loan program. The work group shall provide a report to the legislature  
20 no later than December 1, 2012.

21 **Sec. 1603.** 2012 2nd sp.s. c 7 s 615 (uncodified) is amended to  
22 read as follows:

23 **FOR THE DEPARTMENT OF EARLY LEARNING**

|    |   |                            |
|----|---|----------------------------|
| 24 | General Fund--State Appropriation (FY 2012) . . . . .           | \$25,497,000               |
| 25 | General Fund--State Appropriation (FY 2013) . . . . .           | <del>(\$27,190,000)</del>  |
| 26 |   | <u>\$26,658,000</u>        |
| 27 | General Fund--Federal Appropriation . . . . .                   | \$280,619,000              |
| 28 | <u>Children's Trust Account--State Appropriation . . . . .</u>  | <u>\$142,000</u>           |
| 29 | Opportunity Pathways Account--State Appropriation . . . . .     | \$78,000,000               |
| 30 | Home Visiting Services Account--Federal Appropriation . . . . . | \$300,000                  |
| 31 | TOTAL APPROPRIATION . . . . .                                   | <del>(\$411,606,000)</del> |
| 32 |   | <u>\$411,216,000</u>       |

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

35 (1) \$16,028,000 of the general fund--state appropriation for fiscal  
36 year 2012, \$18,028,000 of the general fund--state appropriation of  
37 fiscal year 2013, \$78,000,000 of the opportunity pathways account

1 appropriation, and \$2,256,000 of the general fund--federal  
2 appropriation are provided solely for the early childhood education  
3 assistance program services. Of these amounts, \$10,284,000 is a  
4 portion of the biennial amount of state maintenance of effort dollars  
5 required to receive federal child care and development fund grant  
6 dollars.

7 (2) In accordance to RCW 43.215.255(2) and 43.135.055, the  
8 department is authorized to increase child care center and child care  
9 family home licensure fees in fiscal years 2012 and 2013 for costs to  
10 the department for the licensure activity, including costs of necessary  
11 inspection. These increases are necessary to support expenditures  
12 authorized in this section.

13 (3) \$64,000 of the general fund--state appropriation for fiscal  
14 year 2012, \$638,000 of the general fund--state appropriation for fiscal  
15 year 2013, and \$574,000 of the general fund--federal appropriation are  
16 provided solely for child care resource and referral network services.

17 (4) \$200,000 of the general fund--state appropriation for fiscal  
18 year 2012 and \$200,000 of the general fund--state appropriation for  
19 fiscal year 2013 are provided solely to develop and provide culturally  
20 relevant supports for parents, family, and other caregivers.

21 (5) The department is the lead agency for and recipient of the  
22 federal child care and development fund grant. Amounts within this  
23 grant shall be used to fund child care licensing, quality initiatives,  
24 agency administration, and other costs associated with child care  
25 subsidies. The department shall transfer a portion of this grant to  
26 the department of social and health services to fund the child care  
27 subsidies paid by the department of social and health services on  
28 behalf of the department of early learning.

29 (6) The appropriations in this section reflect reductions in the  
30 appropriations for the department's administrative expenses. It is the  
31 intent of the legislature that these reductions shall be achieved, to  
32 the greatest extent possible, by reducing those administrative costs  
33 that do not affect direct client services or direct service delivery or  
34 program.

35 (7) \$934,000 of the general fund--state appropriation for fiscal  
36 year 2012, \$934,000 of the general fund--state appropriation for fiscal  
37 year 2013, and \$2,400,000 of the general fund--federal appropriation

1 are provided solely for expenditure into the home visiting services  
2 account. This funding is intended to meet federal maintenance of  
3 effort requirements and to secure private matching funds.

4 (a) All federal funds received by the department for home visiting  
5 activities must be deposited into the home visiting services account.

6 (b) The department must consult with stakeholders during the  
7 development of the Washington home visiting plan and any future  
8 proposals for federal funding.

9 (c) No more than \$300,000 of the home visiting services account--  
10 federal appropriation may be expended for program administration for  
11 fiscal year 2013 pursuant to RCW 43.215.130. No other funds may be  
12 expended for that purpose.

13 (8)(a) \$153,558,000 of the general fund--federal appropriation is  
14 provided solely for the working connections child care program under  
15 RCW 43.215.135.

16 (b) In addition to groups that were given prioritized access to the  
17 working connections child care program effective March 1, 2011, the  
18 department shall also give prioritized access into the program to  
19 families in which a parent of a child in care is a minor who is not  
20 living with a parent or guardian and who is a full-time student in a  
21 high school that has a school-sponsored on-site child care center.

22 (9)(a) \$50,000 of the general fund--state appropriation for fiscal  
23 year 2012 and (~~(\$1,050,000)~~) \$329,000 of the general fund--state  
24 appropriation for fiscal year 2013 are provided solely for  
25 implementation and administration of an electronic benefit transfer  
26 system. The system shall include electronic time keeping, integrated  
27 with an eligibility information technology system, and an electronic  
28 payment system. The department shall coordinate implementation of this  
29 system with the department of social and health services.

30 (b) \$100,000 of the general fund--state appropriation in this  
31 subsection is provided solely for the department to contract for an  
32 independent consultant to evaluate and recommend the optimum system for  
33 the eligibility determination process. The evaluation must include an  
34 analysis of lean management processes that, if adopted, could improve  
35 the cost effectiveness and delivery of eligibility determination. The  
36 department shall coordinate with the department of social and health  
37 services for this evaluation. The department must report to the office



1 of financial management and the appropriate fiscal and policy  
2 committees of the legislature by December 1, 2012.

3 (10) Within available amounts, the department in consultation with  
4 the office of financial management and the department of social and  
5 health services shall report quarterly enrollments and active caseload  
6 for the working connections child care program to the legislative  
7 fiscal committees and the legislative-executive WorkFirst oversight  
8 task force. The report shall also identify the number of cases  
9 participating in both temporary assistance for needy families and  
10 working connections child care.

11 (11) \$1,025,000 of the general fund--state appropriation for fiscal  
12 year 2013 and \$6,712,000 of the general fund--federal appropriation are  
13 provided solely for the seasonal child care program in fiscal year  
14 2013.

15 (12) \$2,522,000 of the general fund--state appropriation for fiscal  
16 year 2012, \$2,522,000 of the general fund--state appropriation for  
17 fiscal year 2013, and \$4,304,000 of the general fund--federal  
18 appropriation are provided solely for the medicaid treatment child care  
19 (MTCC) program. The department shall contract for MTCC services to  
20 provide therapeutic child care and other specialized treatment services  
21 to abused, neglected, at-risk, and/or drug-affected children. Priority  
22 for services shall be given to children referred from the department of  
23 social and health services children's administration. In addition to  
24 referrals made by children's administration, the department shall  
25 authorize services for children referred to the MTCC program, as long  
26 as the children meet the eligibility requirements as outlined in the  
27 Washington state plan for the MTCC program. Of the amounts  
28 appropriated in this subsection, \$60,000 per fiscal year may be used by  
29 the department for administering the MTCC program, if needed.

30 (13)(a) The department shall establish a birth-to-three  
31 subcommittee of the early learning advisory council. The subcommittee  
32 will be cochaired by the department and nongovernmental private-public  
33 partnership created in RCW 43.215.070. The subcommittee shall include  
34 at least one representative from each of the following:

- 35 (i) The early learning advisory council;
- 36 (ii) The office of the superintendent of public instruction;
- 37 (iii) The department of social and health services;
- 38 (iv) The department of early learning;

1 (v) The nongovernmental private-public partnership created in RCW  
2 43.215.070;

3 (vi) The early learning action alliance; and

4 (vii) Additional stakeholders with expertise in birth-to-three  
5 policy and programs and quality child care, as designated by the early  
6 learning advisory council.

7 (b) The subcommittee may convene advisory subgroups on specific  
8 topics as necessary to assure participation and input from a broad  
9 array of diverse stakeholders.

10 (c) The subcommittee shall be monitored and overseen by the early  
11 learning advisory council created in RCW 43.215.090.

12 (d) The subcommittee shall develop a birth-to-three implementation  
13 proposal, which shall include further development of the Washington  
14 state birth-to-three plan.

15 (e) The subcommittee must include recommendations on the following  
16 in its birth-to-three proposal:

17 (i) Eligibility criteria for providers and programs;

18 (ii) The level of funding necessary to implement birth-to-three  
19 programs, including an option which makes available funding equivalent  
20 to thirty percent of the funding provided for the program of early  
21 learning established in RCW 43.215.141;

22 (iii) Options for funding sources for birth-to-three programs;

23 (iv) Governance responsibilities for the department of early  
24 learning; and

25 (v) A timeline for implementation that is concurrent with the  
26 expansion to the early learning program outlined in RCW 43.215.142.

27 The subcommittee must present its recommendations to the early  
28 learning advisory council and the appropriate committees of the  
29 legislature by December 1, 2012.

30 (14) \$300,000 of the general fund--federal appropriation is  
31 provided solely for a contract with a nonprofit entity experienced in  
32 the provision of promoting early literacy for children through  
33 pediatric office visits.

34 **Sec. 1604.** 2012 2nd sp.s. c 7 s 616 (uncodified) is amended to  
35 read as follows:

36 **FOR THE STATE SCHOOL FOR THE BLIND**

37 General Fund--State Appropriation (FY 2012) . . . . . \$5,776,000

1 General Fund--State Appropriation (FY 2013) . . . . . (~~(\$5,671,000)~~)  
2 \$5,691,000  
3 TOTAL APPROPRIATION . . . . . (~~(\$11,447,000)~~)  
4 \$11,467,000

5 **Sec. 1605.** 2012 2nd sp.s. c 7 s 617 (uncodified) is amended to  
6 read as follows:

7 **FOR THE WASHINGTON STATE CENTER FOR CHILDHOOD DEAFNESS AND HEARING**  
8 **LOSS**

9 General Fund--State Appropriation (FY 2012) . . . . . \$8,439,000  
10 General Fund--State Appropriation (FY 2013) . . . . . (~~(\$8,335,000)~~)  
11 \$8,431,000  
12 TOTAL APPROPRIATION . . . . . (~~(\$16,774,000)~~)  
13 \$16,870,000

(End of part)

PART XVII

SPECIAL APPROPRIATIONS

Sec. 1701. 2012 2nd sp.s. c 7 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 2012), General Fund--State Appropriation (FY 2013), 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 expenditure into the debt-limit general fund bond retirement account. The entire general fund--state appropriation for fiscal year 2012 shall be expended into the debt-limit general fund bond retirement account by June 30, 2012.



1 \$3,000  
 2 TOTAL APPROPRIATION . . . . . ((~~\$3,119,000~~))  
 3 \$2,726,000

4 NEW SECTION. Sec. 1704. A new section is added to 2011 1st sp.s.  
 5 c 50 (uncodified) to read as follows:

6 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--EXTRAORDINARY CRIMINAL JUSTICE**  
 7 **COSTS**

8 General Fund--State Appropriation (FY 2013) . . . . . \$728,000

9 The appropriation in this section is subject to the following  
 10 conditions and limitations: The director of financial management shall  
 11 distribute \$545,000 to Grant county and \$183,000 to Yakima county for  
 12 extraordinary criminal justice costs.

13 **Sec. 1705.** 2012 2nd sp.s. c 7 s 707 (uncodified) is amended to  
 14 read as follows:

15 **FOR SUNDRY CLAIMS**

16 The following sums, or so much thereof as may be necessary, are  
 17 appropriated from the general fund for fiscal year 2012, unless  
 18 otherwise indicated, for relief of various individuals, firms, and  
 19 corporations for sundry claims. These appropriations are to be  
 20 disbursed on vouchers approved by the director of financial management,  
 21 except as otherwise provided, for reimbursement of criminal defendants  
 22 acquitted on the basis of self-defense, pursuant to RCW 9A.16.110, as  
 23 follows:

- 24 (1) Clint L. Powell, Jr., claim number 99970048 . . . . . \$58,155.10
- 25 (2) Chance L. Hawkins, claim number 99970049 . . . . . \$28,838.95
- 26 (3) Edgar L. Hawkins, claim number 99970050 . . . . . \$25,507.00
- 27 (4) James Abbott, claim number 99970051 . . . . . \$9,880.00
- 28 (5) Richard Frisk, claim number 99970052 . . . . . \$32,788.50
- 29 (6) Brian Barnd-Spjut, claim number 99970053 . . . . . \$122,821.79
- 30 (7) Dwijen Buckendorf, claim number 99970059 . . . . . \$2,100.00
- 31 (8) Todd Chism, claim number 99970061 . . . . . \$56,183.26
- 32 (9) James Glasco, claim number 99970062 . . . . . \$18,800.00
- 33 (10) David Holtzclaw, claim number 99970057 . . . . . \$15,154.52
- 34 (11) Gary Richey, claim number 99970063 . . . . . \$9,020.00
- 35 (12) Shelly Porter, claim number 99970054 . . . . . \$12,525.72
- 36 (13) Yakov Topik, claim number 99970047 . . . . . \$28,500.00

|   |  |                    |
|---|--|--------------------|
| 1 | <u>(14) Luther Wallace, claim number 99970060 . . . . .</u>      | <u>\$76,256.93</u> |
| 2 | <u>(15) Mark Fenton, claim number 99970064 . . . . .</u>         | <u>\$27,637.50</u> |
| 3 | <u>(16) Reid Woods, claim number 99970065 . . . . .</u>          | <u>\$7,296.38</u>  |
| 4 | <u>(17) James Daniel Emmett, claim number 99970067 . . . . .</u> | <u>\$9,000.00</u>  |
| 5 | <u>(18) Matthew Collet, claim number 99970068 . . . . .</u>      | <u>\$55,000.00</u> |
| 6 | <u>(19) Michael Otto, claim number SCJ-2008-12 . . . . .</u>     | <u>\$4,250.00</u>  |

(End of part)

PART XVIII

OTHER TRANSFERS AND APPROPRIATIONS

Sec. 1801. 2012 2nd sp.s. c 7 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 . . . . . ((~~\$8,289,000~~))
\$7,773,000

General Fund Appropriation for public utility district excise tax distributions . . . . . ((~~\$44,078,000~~))
\$49,883,000

General Fund Appropriation for prosecuting attorney distributions . . . . . ((~~\$6,281,000~~))
\$5,804,000

General Fund Appropriation for boating safety and education distributions . . . . . \$4,000,000

General Fund Appropriation for other tax distributions . . . . . ((~~\$58,000~~))
\$63,000

General Fund Appropriation for habitat conservation program distributions . . . . . \$3,000,000

Death Investigations Account Appropriation for distribution to counties for publicly funded autopsies . . . . . \$2,960,000

Aquatic Lands Enhancement Account Appropriation for harbor improvement revenue distribution . . . . . \$160,000

Timber Tax Distribution Account Appropriation for distribution to "timber" counties . . . . . ((~~\$58,229,000~~))
\$61,983,000

County Criminal Justice Assistance Appropriation . . . . . ((~~\$69,566,000~~))
\$69,532,000

Municipal Criminal Justice Assistance Appropriation . . . . . ((~~\$26,843,000~~))
\$26,833,000

City-County Assistance Account Appropriation for local government financial assistance distribution . . . . . ((~~\$12,159,000~~))
\$14,922,000



|    |   |                                |
|----|---|--------------------------------|
| 1  | Liquor Excise Tax Account Appropriation for liquor      |                                |
| 2  | excise tax distribution . . . . .                       | (( <del>\$25,617,000</del> ))  |
| 3  |   | <u>\$25,889,000</u>            |
| 4  | Streamlined Sales and Use Tax Mitigation Account        |                                |
| 5  | Appropriation for distribution to local taxing          |                                |
| 6  | jurisdictions to mitigate the unintended revenue        |                                |
| 7  | redistribution effect of the sourcing law               |                                |
| 8  | changes . . . . .                                       | \$49,309,000                   |
| 9  | Columbia River Water Delivery Account Appropriation for |                                |
| 10 | the Confederated Tribes of the Colville                 |                                |
| 11 | Reservation . . . . .                                   | (( <del>\$7,478,000</del> ))   |
| 12 |   | <u>\$7,481,000</u>             |
| 13 | Columbia River Water Delivery Account Appropriation for |                                |
| 14 | the Spokane Tribe of Indians . . . . .                  | (( <del>\$4,794,000</del> ))   |
| 15 |   | <u>\$4,795,000</u>             |
| 16 | Liquor Revolving Account Appropriation for liquor       |                                |
| 17 | profits distribution . . . . .                          | (( <del>\$85,132,000</del> ))  |
| 18 |   | <u>\$96,456,000</u>            |
| 19 | TOTAL APPROPRIATION . . . . .                           | (( <del>\$407,953,000</del> )) |
| 20 |   | <u>\$426,843,000</u>           |

21 The total expenditures from the state treasury under the  
22 appropriations in this section shall not exceed the funds available  
23 under statutory distributions for the stated purposes.

24 **Sec. 1802.** 2012 2nd sp.s. c 7 s 802 (uncodified) is amended to  
25 read as follows:

26 **FOR THE STATE TREASURER--FOR THE COUNTY CRIMINAL JUSTICE ASSISTANCE**  
27 **ACCOUNT**

|    |  |                              |
|----|--|------------------------------|
| 28 | Impaired Driver Safety Account Appropriation . . . . . | (( <del>\$2,439,000</del> )) |
| 29 |  | <u>\$2,422,000</u>           |

30 The appropriation in this section is subject to the following  
31 conditions and limitations: The amount appropriated in this section  
32 shall be distributed quarterly during the 2011-2013 fiscal biennium in  
33 accordance with RCW 82.14.310. This funding is provided to counties  
34 for the costs of implementing criminal justice legislation including,  
35 but not limited to: Chapter 206, Laws of 1998 (drunk driving  
36 penalties); chapter 207, Laws of 1998 (DUI penalties); chapter 208,  
37 Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998

1 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock  
2 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,  
3 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication  
4 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter  
5 215, Laws of 1998 (DUI provisions).

6 **Sec. 1803.** 2012 2nd sp.s. c 7 s 803 (uncodified) is amended to  
7 read as follows:

8 **FOR THE STATE TREASURER--MUNICIPAL CRIMINAL JUSTICE ASSISTANCE ACCOUNT**  
9 Impaired Driver Safety Account Appropriation . . . . . ((~~\$1,626,000~~))  
10 \$1,615,000

11 The appropriation in this section is subject to the following  
12 conditions and limitations: The amount appropriated in this section  
13 shall be distributed quarterly during the 2011-2013 biennium to all  
14 cities ratably based on population as last determined by the office of  
15 financial management. The distributions to any city that substantially  
16 decriminalizes or repeals its criminal code after July 1, 1990, and  
17 that does not reimburse the county for costs associated with criminal  
18 cases under RCW 3.50.800 or 3.50.805(2), shall be made to the county in  
19 which the city is located. This funding is provided to cities for the  
20 costs of implementing criminal justice legislation including, but not  
21 limited to: Chapter 206, Laws of 1998 (drunk driving penalties);  
22 chapter 207, Laws of 1998 (DUI penalties); chapter 208, Laws of 1998  
23 (deferred prosecution); chapter 209, Laws of 1998 (DUI/license  
24 suspension); chapter 210, Laws of 1998 (ignition interlock violations);  
25 chapter 211, Laws of 1998 (DUI penalties); chapter 212, Laws of 1998  
26 (DUI penalties); chapter 213, Laws of 1998 (intoxication levels  
27 lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter 215,  
28 Laws of 1998 (DUI provisions).

29 **Sec. 1804.** 2011 1st sp.s. c 50 s 804 (uncodified) is amended to  
30 read as follows:

31 **FOR THE STATE TREASURER--FEDERAL REVENUES FOR DISTRIBUTION**  
32 General Fund Appropriation for federal flood control  
33 funds distribution . . . . . ((~~\$74,000~~))  
34 \$52,000  
35 General Fund Appropriation for federal grazing fees  
36 distribution . . . . . ((~~\$2,430,000~~))

1 \$1,747,000  
2 Forest Reserve Fund Appropriation for federal forest  
3 reserve fund distribution . . . . . ((~~\$29,175,000~~))  
4 \$39,776,000  
5 TOTAL APPROPRIATION . . . . . ((~~\$31,679,000~~))  
6 \$41,575,000

7 The total expenditures from the state treasury under the  
8 appropriations in this section shall not exceed the funds available  
9 under statutory distributions for the stated purposes.

10 **Sec. 1805.** 2012 2nd sp.s. c 7 s 804 (uncodified) is amended to  
11 read as follows:

12 **FOR THE STATE TREASURER--TRANSFERS**

13 State Treasurer's Service Account: For transfer to  
14 the state general fund, \$16,300,000  
15 for fiscal year 2012 and  
16 ((~~\$24,800,000~~)) \$26,600,000 for fiscal  
17 year 2013 . . . . . ((~~\$41,100,000~~))  
18 \$42,900,000

19 Waste Reduction, Recycling, and Litter Control  
20 Account: For transfer to the state general  
21 fund, \$4,847,000 for fiscal year  
22 2012 and \$4,847,000 for fiscal year  
23 2013 . . . . . \$9,694,000

24 Aquatics Lands Enhancement Account: For transfer to  
25 the state general fund, \$3,500,000 for fiscal  
26 year 2012 and \$3,500,000 for fiscal year 2013 . . . . . \$7,000,000

27 Savings Incentive Account: For transfer to the state  
28 general fund, \$44,618,000 for fiscal year 2012 . . . . . \$44,618,000

29 Distinguished Professorship Trust Fund: For transfer to  
30 the state general fund for fiscal year 2012, an amount  
31 not to exceed the actual cash balance of the fund . . . . . \$3,024,000

32 Washington Graduate Fellowship Trust Fund: For transfer  
33 to the state general fund for fiscal year 2012, an  
34 amount not to exceed the actual cash balance of  
35 the fund . . . . . \$1,028,000

36 College Faculty Awards Trust Fund: For transfer  
37 to the state general fund for fiscal year 2012, an amount

1       not to exceed the actual cash balance of the fund . . . \$1,996,000  
2   Data Processing Revolving Account: For transfer  
3       to the state general fund, \$5,960,000 for fiscal  
4       year 2012 . . . . . \$5,960,000  
5   Drinking Water Assistance Account: For transfer to  
6       the drinking water assistance repayment account . . . \$38,000,000  
7   Economic Development Strategic Reserve Account: For  
8       transfer to the state general fund, \$2,100,000  
9       for fiscal year 2012 and \$2,100,000 for fiscal  
10       year 2013 . . . . . \$4,200,000  
11   General Fund: For transfer to the streamlined sales  
12       and use tax account, \$24,520,000  
13       for fiscal year 2012 and \$24,789,000 for fiscal  
14       year 2013 . . . . . \$49,309,000  
15   Public Works Assistance Account: For transfer to the  
16       water pollution control revolving account,  
17       \$7,750,000 for fiscal year 2012 and \$7,750,000 for  
18       fiscal year 2013 . . . . . \$15,500,000  
19   The Charitable, Educational, Penal, and Reformatory  
20       Institutions Account: For transfer to the state  
21       general fund, \$4,500,000 for fiscal year 2012 and  
22       \$4,500,000 for fiscal year 2013 . . . . . \$9,000,000  
23   Thurston County Capital Facilities Account: For  
24       transfer to the state general fund, \$4,000,000  
25       for fiscal year 2012 and \$4,000,000 for fiscal  
26       year 2013 . . . . . \$8,000,000  
27   Public Works Assistance Account: For transfer to the  
28       drinking water assistance account, \$10,000,000 for  
29       fiscal year 2012 and \$5,000,000 for fiscal year  
30       2013 . . . . . \$15,000,000  
31   Liquor Control Board Construction and Maintenance  
32       Account: For transfer to the state general fund,  
33       \$500,000 for fiscal year 2012 . . . . . \$500,000  
34   Education Savings Account: For transfer to the state  
35       general fund, \$54,431,000 for fiscal  
36       year 2012 . . . . . \$54,431,000  
37   Department of Retirement Systems Expense Account:  
38       For transfer to the state general fund,

1       \$2,330,000 for fiscal year 2012 and  
 2       \$4,330,000 for fiscal year 2013 . . . . . \$6,660,000  
 3 Education Construction Account: For transfer to the  
 4       state general fund, \$102,000,000 for fiscal year  
 5       2012 and \$102,000,000 for fiscal year 2013 . . . . . \$204,000,000  
 6 Public Works Assistance Account: For transfer to the  
 7       state general fund, \$40,000,000  
 8       for fiscal year 2012 and \$40,000,000  
 9       for fiscal year 2013 . . . . . \$80,000,000  
 10 Foster Care Endowed Scholarship Trust Fund: For transfer  
 11       to the state general fund, \$200,000 for fiscal year  
 12       2012 and \$200,000 for fiscal year 2013 . . . . . \$400,000  
 13 Affordable Housing For All Account: For transfer to  
 14       the home security fund, \$1,000,000 for fiscal year  
 15       2012 and \$1,000,000 for fiscal year 2013 . . . . . \$2,000,000  
 16 Tobacco Settlement Account: For transfer to the state  
 17       general fund, in an amount not to exceed the actual  
 18       amount of the annual base payment to the tobacco  
 19       settlement account . . . . . \$158,205,000  
 20 Tobacco Settlement Account: For transfer to the basic  
 21       health plan stabilization account from the amounts  
 22       deposited in the account that are attributable to the  
 23       annual strategic contribution payment received in  
 24       fiscal year 2012 . . . . . \$22,000,000  
 25 Tobacco Settlement Account: For transfer to the basic  
 26       health plan stabilization account from the amounts  
 27       deposited in the account that are attributable to the  
 28       annual strategic contribution payment received in  
 29       fiscal year 2013 . . . . . \$22,000,000  
 30 Tobacco Settlement Account: For transfer to the life  
 31       sciences discovery fund, in an amount not to exceed  
 32       the actual remaining amount of the annual strategic  
 33       contribution payment to the tobacco settlement account  
 34       for fiscal year 2012 . . . . . \$6,000,000  
 35 Tobacco Settlement Account: For transfer to the life  
 36       sciences discovery fund, in an amount not to exceed  
 37       the actual remaining amount of the annual strategic  
 38       contribution payment to the tobacco settlement account

1           for fiscal year 2013 . . . . . \$6,000,000

2           The transfer to the life sciences discovery fund is subject to the

3 following conditions: All new grants awarded during the 2011-2013

4 fiscal biennium shall support and accelerate the commercialization of

5 an identifiable product.

6 Financial Services Regulation Fund: For transfer to

7 the state general fund, \$4,000,000 for fiscal

8 year 2012 . . . . . \$4,000,000

9 State Nursery Revolving Account: For transfer to the

10 state general fund, \$250,000 for fiscal year 2012 and

11 \$250,000 for fiscal year 2013 . . . . . \$500,000

12 Washington State Heritage Center Account: For transfer

13 to the state general fund, \$2,000,000 for fiscal

14 year 2013 . . . . . \$2,000,000

15 Local Toxics Control Account: For transfer to the state

16 toxics control account, \$15,000,000 for fiscal

17 year 2012 and \$16,000,000 for fiscal year 2013 . . . . \$31,000,000

18 Coastal Protection Account: For transfer to the state

19 general fund, \$500,000 for fiscal year 2012 and

20 \$500,000 for fiscal year 2013 . . . . . \$1,000,000

21 Multimodal Transportation Account--State: For transfer

22 to the Public Transportation Grant Program Account

23 for the purposes of distributions of \$3,000,000 on

24 each of the last working days of December, March,

25 and June in fiscal year 2013 . . . . . \$9,000,000

26 Aquatic Lands Enhancement Account: For transfer to

27 the marine resources stewardship trust account,

28 \$2,100,000 for fiscal year 2013 . . . . . \$2,100,000

(End of part)

PART XIX  
MISCELLANEOUS

1  
2  
3       **Sec. 1901.** 2011 1st sp.s. c 41 s 3 (uncodified) is amended to read  
4 as follows:

5       Upon implementation of the expansion directed in RCW 74.09.659, the  
6 office of financial management shall reduce general fund--state  
7 allotments for the medical assistance program by one million five  
8 hundred thousand dollars for fiscal year 2012 (~~and by two million~~  
9 ~~three hundred fifty thousand dollars for fiscal year 2013)).~~ The  
10 amounts reduced from allotments shall be placed in reserve status and  
11 remain unexpended.

12       NEW SECTION. **Sec. 1902.** 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. 1903.** Except for section 969 of this act, this  
17 act is necessary for the immediate preservation of the public peace,  
18 health, or safety, or support of the state government and its existing  
19 public institutions, and takes effect immediately; except for section  
20 948 of this act which takes effect August 1, 2013, section 960 of this  
21 act which takes effect June 30, 2013, and sections 968 and 986 of this  
22 act which take effect July 28, 2013.

23       NEW SECTION. **Sec. 1904.** Section 969 of this act is necessary for  
24 the immediate preservation of the public peace, health, or safety, or  
25 support of the state government and its existing public institutions,  
26 and takes effect July 1, 2013, subject to section 970 of this act.

27       NEW SECTION. **Sec. 1905.** Section 952 of this act expires January  
28 1, 2018.

(End of Bill)

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