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ENGROSSED SUBSTITUTE SENATE BILL 5048

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State of Washington

65th Legislature

2017 Regular Session

By Senate Ways & Means (originally sponsored by Senators Braun and Ranker; by request of Office of Financial Management)

READ FIRST TIME 03/23/17.

1 AN ACT Relating to fiscal matters; amending RCW 19.28.351,  
2 19.118.110, 28B.15.031, 28B.15.210, 28B.15.310, 28B.15.910,  
3 28B.35.370, 28B.50.360, 28C.04.535, 36.70A.725, 38.40.210, 41.16.050,  
4 41.26.450, 41.26.725, 41.26.802, 41.50.110, 41.50.255, 41.60.050,  
5 41.80.010, 41.80.020, 43.08.190, 43.09.475, 43.24.150, 43.41.450,  
6 43.43.839, 43.79.445, 43.79.460, 43.79.480, 43.101.200, 43.320.110,  
7 43.330.250, 50.16.010, 69.50.540, 70.93.180, 70.105D.070,  
8 70.105D.130, 71.24.580, 77.12.203, 79.13.120, 79.17.200, 79.64.040,  
9 79.64.110, 79.105.150, and 39.26.200; amending 2016 sp.s. c 36 ss  
10 112, 113, 114, 117, 118, 120, 121, 124, 125, 127, 128, 130, 131, 132,  
11 134, 135, 136, 137, 139, 141, 143, 145, 147, 148, 201, 202, 203, 204,  
12 205, 206, 207, 208, 209, 210, 211, 212, 213, 214, 216, 217, 218, 219,  
13 220, 221, 301, 302, 303, 304, 305, 306, 307, 308, 310, 311, 402, 501,  
14 502, 503, 504, 505, 506, 507, 508, 509, 511, 512, 513, 514, 516, 517,  
15 602, 603, 604, 605, 606, 607, 608, 609, 610, 611, 612, 613, 615, 617,  
16 701, 706, 801, and 804 (uncodified); amending 2015 3rd sp.s. c 4 ss  
17 125, 506, and 703 (uncodified); reenacting and amending RCW  
18 43.155.050; adding new sections to 2015 3rd sp.s. c 4 (uncodified);  
19 adding a new section to chapter 28B.16 RCW; adding new sections to  
20 chapter 43.41 RCW; making appropriations; providing an effective  
21 date; providing an expiration date; and declaring an emergency.

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





1 (b) The comparison will include a review of the department of  
2 commerce housing root cause analysis due to the governor on June 1,  
3 2018. Included in the review will be a consideration of geographic  
4 and regional factors affecting costs. The report will include a  
5 recommendation for a publicly available and easy to read sources and  
6 label for each publicly subsidized housing project. For purposes of  
7 the evaluation and comparison, publicly subsidized housing project  
8 means housing that is funded, in whole or in part, by state, local,  
9 or federal funds or financing programs to assist low-income  
10 households.

11 (c) The evaluation must solicit input from interested housing  
12 stakeholder, including representatives from the Washington state  
13 affordable housing advisory board, the department of commerce, the  
14 Washington state housing finance commission, representatives from the  
15 private rental housing industry, housing authorities, community  
16 action agencies, local governments, and nonprofit and for-profit  
17 housing developers.

18 (d) The evaluation and comparison is due to the legislature by  
19 December 31, 2018.

20 (5)(a) \$250,000 of the performance audit of government—state  
21 appropriation is provided solely for the committee to conduct a study  
22 of the employment services and community access services provided by  
23 the department of social and health services for individuals with a  
24 developmental disability. The study should explore the following  
25 topics:

26 (i) The costs and benefits associated with prevocational training  
27 programs;

28 (ii) The process of requesting and authorizing prevocational  
29 services;

30 (iii) The costs and benefits associated with employment programs,  
31 including a review of hours worked each month and the usage of job  
32 coaches;

33 (iv) The process of requesting and authorizing employment  
34 services, including a review of clients over the age of 21 who have  
35 requested service and received a denial due to a lack of funding;

36 (v) The costs and benefits associated with community access  
37 services;

38 (vi) The process of requesting and authorizing community access  
39 services, including a review of who have been denied an exception to  
40 policy for community access services.

1 (b) The evaluation must solicit input from interested  
2 stakeholders to include, but not be limited to, the ARC of  
3 Washington, the developmental disabilities council, the Washington  
4 association of counties, and disability rights of Washington.

5 (c) The evaluation is due to the legislature by December 1, 2018.

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

8 Performance Audits of Government Account—State

9 Appropriation . . . . . \$4,079,000

10 The appropriation in this section is subject to the following  
11 conditions and limitations: The agency is directed to use its moneys  
12 in the savings incentive account for one-time relocation, furniture,  
13 equipment, and tenant improvements costs to move to the 1063  
14 building.

15 NEW SECTION. **Sec. 105. FOR THE JOINT LEGISLATIVE SYSTEMS**  
16 **COMMITTEE**

17 General Fund—State Appropriation (FY 2018) . . . . . \$10,343,000

18 General Fund—State Appropriation (FY 2019) . . . . . \$9,671,000

19 TOTAL APPROPRIATION. . . . . \$20,014,000

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

21 General Fund—State Appropriation (FY 2018) . . . . . \$298,000

22 General Fund—State Appropriation (FY 2019) . . . . . \$298,000

23 State Health Care Authority Administrative Account—State

24 Appropriation . . . . . \$398,000

25 Department of Retirement Systems Expense Account—State

26 Appropriation . . . . . \$4,967,000

27 TOTAL APPROPRIATION. . . . . \$5,961,000

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

29 General Fund—State Appropriation (FY 2018) . . . . . \$4,841,000

30 General Fund—State Appropriation (FY 2019) . . . . . \$5,221,000

31 TOTAL APPROPRIATION. . . . . \$10,062,000

32 NEW SECTION. **Sec. 108. FOR THE OFFICE OF LEGISLATIVE SUPPORT**  
33 **SERVICES**

34 General Fund—State Appropriation (FY 2018) . . . . . \$4,218,000

1	General Fund—State Appropriation (FY 2019)	\$4,548,000
2	TOTAL APPROPRIATION.	\$8,766,000

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

4        In order to achieve operating efficiencies within the financial  
5 resources available to the legislative branch, the executive rules  
6 committee of the house of representatives and the facilities and  
7 operations committee of the senate by joint action may transfer funds  
8 among the house of representatives, senate, joint legislative audit  
9 and review committee, legislative evaluation and accountability  
10 program committee, joint transportation committee, office of the  
11 state actuary, joint legislative systems committee, statute law  
12 committee, and office of legislative support services.

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

14	General Fund—State Appropriation (FY 2018)	\$7,857,000
15	General Fund—State Appropriation (FY 2019)	\$7,897,000
16	TOTAL APPROPRIATION.	\$15,754,000

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

18	General Fund—State Appropriation (FY 2018)	\$1,654,000
19	General Fund—State Appropriation (FY 2019)	\$1,646,000
20	TOTAL APPROPRIATION.	\$3,300,000

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

22	General Fund—State Appropriation (FY 2018)	\$1,318,000
23	General Fund—State Appropriation (FY 2019)	\$1,186,000
24	TOTAL APPROPRIATION.	\$2,504,000

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

26	General Fund—State Appropriation (FY 2018)	\$17,448,000
27	General Fund—State Appropriation (FY 2019)	\$17,507,000
28	TOTAL APPROPRIATION.	\$34,955,000

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

30	General Fund—State Appropriation (FY 2018)	\$51,282,000
31	General Fund—State Appropriation (FY 2019)	\$52,667,000
32	General Fund—Federal Appropriation	\$2,163,000
33	General Fund—Private/Local Appropriation	\$669,000

1	Judicial Information Systems Account—State	
2	Appropriation . . . . .	\$57,297,000
3	TOTAL APPROPRIATION. . . . .	\$164,078,000

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

6       (1) The distributions made under this section, distributions from  
7 the county criminal justice assistance account, and distributions  
8 from the general fund for marijuana excise tax distributions made  
9 pursuant to section 801 of this act constitute appropriate  
10 reimbursement for costs for any new programs or increased level of  
11 service for purposes of RCW 43.135.060, including distributions to  
12 juvenile court administrators for costs related to processing  
13 truancy, children in need of services, and at-risk youth petitions.

14       (2) \$1,399,000 of the general fund—state appropriation for fiscal  
15 year 2018 and \$1,399,000 of the general fund—state appropriation for  
16 fiscal year 2019 are provided solely for school districts for  
17 petitions to juvenile court for truant students as provided in RCW  
18 28A.225.030 and 28A.225.035. The administrator for the courts shall  
19 develop an interagency agreement with the superintendent of public  
20 instruction to allocate the funding provided in this subsection.  
21 Allocation of this money to school districts shall be based on the  
22 number of petitions filed. This funding includes amounts school  
23 districts may expend on the cost of serving petitions filed under RCW  
24 28A.225.030 by certified mail or by personal service or for the  
25 performance of service of process for any hearing associated with RCW  
26 28A.225.030.

27       (3) \$12,000,000 of the judicial information systems account—state  
28 appropriation is provided solely for the continued implementation of  
29 the superior courts case management system. Of the amount  
30 appropriated, \$8,300,000 is provided solely for expenditures in  
31 fiscal year 2018. The remaining appropriation of \$3,700,000 is  
32 provided solely for expenditures in fiscal year 2019 and shall lapse  
33 and remain unexpended if the superior court case management system is  
34 not live and fully functional in Cowlitz, Grays Harbor, Klickitat,  
35 Mason, Pacific, and Skamania counties by July 1, 2017, and Clallum,  
36 Jefferson, Kitsap, Skagit, and Whatcom counties by January 1, 2018.

37       (4) \$4,339,000 of the judicial information systems account—state  
38 appropriation is provided solely for the expedited data exchange

1 project, also known as the information network hub project that began  
2 during the 2015-2017 fiscal biennium.

3 (5) \$10,000,000 of the judicial information systems account—state  
4 appropriation is provided solely for other information technology  
5 costs, excluding the projects separately funded in subsections (3)  
6 and (4) of this section. The appropriation is further conditioned  
7 that replacement and upgrades of computer equipment at local courts  
8 and the courts of limited jurisdiction case management system  
9 replacement project be given priority over all other expenditures.  
10 Future costs for the courts of limited jurisdiction case management  
11 system replacement project must be funded entirely from judicial  
12 information system account funds in future biennia. The office is  
13 expected to manage within appropriated amounts and shall make no  
14 commitments with the use of this appropriation that would require the  
15 total appropriations from the judicial information system account for  
16 2019-2021 biennium exceed the amount provided for during the  
17 2017-2019 biennium.

18 (6) \$213,000 of the general fund—state appropriation for fiscal  
19 year 2018 and \$210,000 of the general fund—state appropriation for  
20 fiscal year 2019 are provided solely for two full-time equivalent  
21 staff for dedicated policy development and support for the Washington  
22 state superior court judges association as part of an agreement  
23 between the association and the office.

24 (7) \$61,000 of the general fund—state appropriation for fiscal  
25 year 2018 and \$58,000 of the general fund—state appropriation for  
26 fiscal year 2019 are provided solely for implementation of Substitute  
27 Senate Bill No. 5577 (incapacitated persons/rights). If the bill is  
28 not enacted by June 30, 2017, the amounts provided in this subsection  
29 shall lapse.

30 (8) \$1,093,000 of the general fund—state appropriation for fiscal  
31 year 2019 is provided solely for implementation of Senate Bill No.  
32 5866 (tax appeals court). If the bill is not enacted by June 30,  
33 2017, the amount provided in this subsection shall lapse.

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

35	General Fund—State Appropriation (FY 2018)	. . . . .	\$40,169,000
36	General Fund—State Appropriation (FY 2019)	. . . . .	\$40,131,000
37	Judicial Stabilization Trust Account—State		
38	Appropriation.	. . . . .	\$41,000



1 TOTAL APPROPRIATION. . . . . \$80,341,000

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

4 (1) \$900,000 of the general fund—state appropriation for fiscal  
5 year 2018 and \$900,000 of the general fund—state appropriation for  
6 fiscal year 2019 are provided solely for the purpose of improving the  
7 quality of trial court public defense services. Funds must be  
8 distributed fifty percent to counties and fifty percent to cities,  
9 according to the requirements established in RCW 10.101.070 (1) and  
10 (2) for counties and 10.101.080 (1) through (3) for cities.

11 (2) \$320,000 of the general fund—state appropriation for fiscal  
12 year 2018 and \$320,000 of the general fund—state appropriation for  
13 fiscal year 2019 are provided solely for the parent for parent  
14 programs in Grays Harbor/Pacific, King, Kitsap, Pierce, Snohomish,  
15 Spokane, and Thurston/Mason counties; expand services in appropriate  
16 locations; and provide for program administration.

17 (3) \$254,000 of the general fund—state appropriation for fiscal  
18 year 2018 and \$278,000 of the general fund—state appropriation for  
19 fiscal year 2019 are provided solely for the expansion of the parents  
20 representation program into Lincoln, Okanogan, and San Juan counties.

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

22	General Fund—State Appropriation (FY 2018)	. . . . .	\$8,974,000
23	General Fund—State Appropriation (FY 2019)	. . . . .	\$8,981,000
24	Judicial Stabilization Trust Account—State		
25	Appropriation.	. . . . .	\$10,023,000
26	TOTAL APPROPRIATION.	. . . . .	\$27,978,000

27 The appropriations in this section are subject to the following  
28 conditions and limitations: An amount not to exceed \$40,000 of the  
29 general fund—state appropriation for fiscal year 2018 and an amount  
30 not to exceed \$40,000 of the general fund—state appropriation for  
31 fiscal year 2019 may be used to provide telephonic legal advice and  
32 assistance to otherwise eligible persons who are sixty years of age  
33 or older on matters authorized by RCW 2.53.030(2) (a) through (k)  
34 regardless of household income or asset level.

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

36	General Fund—State Appropriation (FY 2018)	. . . . .	\$5,566,000
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1	General Fund—State Appropriation (FY 2019)	\$5,537,000
2	TOTAL APPROPRIATION.	\$11,103,000

3 The appropriations in this section are subject to the following  
4 conditions and limitations: \$703,000 of the general fund—state  
5 appropriation for fiscal year 2018 and \$703,000 of the general fund—  
6 state appropriation for fiscal year 2019 are provided solely for the  
7 office of the education ombuds.

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

9	General Fund—State Appropriation (FY 2018)	\$632,000
10	General Fund—State Appropriation (FY 2019)	\$641,000
11	General Fund—Local Appropriation.	\$90,000
12	TOTAL APPROPRIATION.	\$1,363,000

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

14	General Fund—State Appropriation (FY 2018)	\$2,730,000
15	General Fund—State Appropriation (FY 2019)	\$2,715,000
16	TOTAL APPROPRIATION.	\$5,445,000

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

18	General Fund—State Appropriation (FY 2018)	\$14,919,000
19	General Fund—State Appropriation (FY 2019)	\$13,054,000
20	General Fund—Federal Appropriation	\$7,685,000
21	Public Records Efficiency, Preservation & Access	
22	Account—State Appropriation	\$9,052,000
23	Charitable Organization Education Account—State	
24	Appropriation	\$673,000
25	Washington State Heritage Center Account—State	
26	Appropriation	\$10,092,000
27	Local Government Archives Account—State	
28	Appropriation	\$8,139,000
29	Election Account—Federal Appropriation	\$4,387,000
30	Performance Audits of Government Account—State	
31	Appropriation.	\$426,000
32	TOTAL APPROPRIATION.	\$68,427,000

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

1 (1) \$3,301,000 of the general fund—state appropriation for fiscal  
2 year 2018 is provided solely to reimburse counties for the state's  
3 share of primary and general election costs and the costs of  
4 conducting mandatory recounts on state measures. Counties shall be  
5 reimbursed only for those odd-year election costs that the secretary  
6 of state validates as eligible for reimbursement.

7 (2)(a) \$2,932,000 of the general fund—state appropriation for  
8 fiscal year 2018 and \$3,011,000 of the general fund—state  
9 appropriation for fiscal year 2019 are provided solely for  
10 contracting with a nonprofit organization to produce gavel-to-gavel  
11 television coverage of state government deliberations and other  
12 events of statewide significance during the 2017-2019 fiscal  
13 biennium. The funding level for each year of the contract shall be  
14 based on the amount provided in this subsection. The nonprofit  
15 organization shall be required to raise contributions or commitments  
16 to make contributions, in cash or in kind, in an amount equal to  
17 forty percent of the state contribution. The office of the secretary  
18 of state may make full or partial payment once all criteria in this  
19 subsection have been satisfactorily documented.

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

25 (c) The nonprofit organization shall prepare an annual  
26 independent audit, an annual financial statement, and an annual  
27 report, including benchmarks that measure the success of the  
28 nonprofit organization in meeting the intent of the program.

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

32 (i) Attempting to influence the passage or defeat of any  
33 legislation by the legislature of the state of Washington, by any  
34 county, city, town, or other political subdivision of the state of  
35 Washington, or by the congress, or the adoption or rejection of any  
36 rule, standard, rate, or other legislative enactment of any state  
37 agency;

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

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

3 (3) \$142,000 of the performance audits of government account—  
4 state appropriation for fiscal year 2018 is provided solely for  
5 election costs for Substitute Senate Bill No. 5533 (gubernatorial  
6 campaign finance). If the bill is not enacted by June 30, 2017, the  
7 amount provided in this subsection shall lapse.

8 (4) \$142,000 of the performance audits of government account—  
9 state appropriation for fiscal year 2018 is provided solely for  
10 election costs for Substitute Senate Bill No. 5607 (education). If  
11 the bill is not enacted by June 30, 2017, the amount provided in this  
12 subsection shall lapse.

13 (5) \$142,000 of the performance audits of government account—  
14 state appropriation for fiscal year 2018 is provided solely for  
15 election costs for Senate Joint Resolution No. 8204 (individual  
16 income tax prohibition). If the bill is not enacted by June 30, 2017,  
17 the amount provided in this subsection shall lapse.

18 (6) \$841,000 of the general fund—state appropriation for fiscal  
19 year 2018 and \$841,000 of the general fund—state appropriation for  
20 fiscal year 2019 are provided solely for the state library to  
21 purchase statewide online access to the information technology  
22 academy to allow public access to online courses and learning  
23 resources through public libraries.

24 NEW SECTION. **Sec. 121. FOR THE GOVERNOR'S OFFICE OF INDIAN**  
25 **AFFAIRS**

26	General Fund—State Appropriation (FY 2018)	\$281,000
27	General Fund—State Appropriation (FY 2019)	\$264,000
28	TOTAL APPROPRIATION.	\$545,000

29 The appropriations in this section are subject to the following  
30 conditions and limitations: The office shall assist the department of  
31 enterprise services on providing the government-to-government  
32 training sessions for federal, state, local, and tribal government  
33 employees. The training sessions shall cover tribal historical  
34 perspectives, legal issues, tribal sovereignty, and tribal  
35 governments. Costs of the training sessions shall be recouped through  
36 a fee charged to the participants of each session. The department of  
37 enterprise services shall be responsible for all of the

1 administrative aspects of the training, including the billing and  
2 collection of the fees for the training.

3 NEW SECTION. **Sec. 122. FOR THE COMMISSION ON ASIAN PACIFIC**  
4 **AMERICAN AFFAIRS**

5	General Fund—State Appropriation (FY 2018)	. . . . .	\$247,000
6	General Fund—State Appropriation (FY 2019)	. . . . .	\$252,000
7	TOTAL APPROPRIATION.	. . . . .	\$499,000

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

9	State Treasurer's Service Account—State Appropriation	. . . . .	\$18,341,000
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10 NEW SECTION. **Sec. 124. FOR THE STATE AUDITOR**

11	General Fund—State Appropriation (FY 2018)	. . . . .	\$28,000
12	General Fund—State Appropriation (FY 2019)	. . . . .	\$32,000
13	Auditing Services Revolving Account—State		
14	Appropriation	. . . . .	\$10,001,000
15	Performance Audits of Government Account—State		
16	Appropriation	. . . . .	\$3,762,000
17	TOTAL APPROPRIATION.	. . . . .	\$13,823,000

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

20 (1) \$1,585,000 of the performance audit of government account—  
21 state appropriation is provided solely for staff and related costs to  
22 verify the accuracy of reported school district data submitted for  
23 state funding purposes; conduct school district program audits of  
24 state-funded public school programs; establish the specific amount of  
25 state funding adjustments whenever audit exceptions occur and the  
26 amount is not firmly established in the course of regular public  
27 school audits; and to assist the state special education safety net  
28 committee when requested.

29 (2) \$1,000,000 of the performance audits of government account—  
30 state appropriation is provided solely for the implementation of  
31 Engrossed Second Substitute Senate Bill No. 5465 (corrections ombuds)  
32 or Engrossed Senate Bill No. 5294 (department of corrections). If  
33 neither of these bills is enacted by June 30, 2017, the amounts  
34 provided in this subsection shall lapse.

35 (3) \$250,000 of the performance audit of state government—state  
36 appropriation is provided solely for the review, monitoring, and

1 evaluation of the agency lean performance management system and  
2 excellence assessments required of the health care authority under  
3 section 213 of this act and department of commerce homeless  
4 assistance programs and office of youth prevention and protection  
5 programs under section 128 of this act. The state auditor must  
6 provide the governor and the appropriate committees of the  
7 legislature with quarterly assurance reports of the agencies'  
8 activities and progress.

9 (4) \$774,000 of the performance audit of government—state  
10 appropriation is provided solely for the state auditor's office to  
11 conduct a performance audit of the department of health focused on  
12 the fee setting for each health profession licensed by the  
13 department. The performance audit must include, but is not limited  
14 to:

15 (a) A review of each health profession's process for setting  
16 application, licensure, renewal, examination, and indirect fees;

17 (b) A review of the costs of running each health profession  
18 program or board;

19 (c) An analysis of how any moneys collected as indirect charges  
20 levied on a health profession are used by the department; and

21 (d) A review of any department policies or procedures that have  
22 been adopted in an attempt to reduce the fee levels of any of the  
23 health professions.

24 (e) A final report of the performance audit must be submitted to  
25 the appropriate legislative policy and fiscal committees by December  
26 1, 2018.

27 (5) \$200,000 of the performance audits of government account—  
28 state appropriation and \$133,000 of the audit services revolving  
29 account—state appropriation are provided solely for implementation of  
30 Substitute Senate Bill No. 5864 (ending homelessness). If the bill is  
31 not enacted by June 30, 2017, the amounts provided in this subsection  
32 shall lapse.

33 NEW SECTION. **Sec. 125. FOR THE CITIZENS' COMMISSION ON SALARIES**  
34 **FOR ELECTED OFFICIALS**

35	General Fund—State Appropriation (FY 2018)	. . . . .	\$196,000
36	General Fund—State Appropriation (FY 2019)	. . . . .	\$193,000
37	TOTAL APPROPRIATION.	. . . . .	\$389,000

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

2 General Fund—State Appropriation (FY 2018) . . . . . \$4,356,000  
3 General Fund—State Appropriation (FY 2019) . . . . . \$1,300,000  
4 General Fund—Federal Appropriation . . . . . \$6,952,000  
5 Public Service Revolving Account—State Appropriation . . . \$2,301,000  
6 New Motor Vehicle Arbitration Account—State  
7 Appropriation . . . . . \$1,119,000  
8 Medicaid Fraud Penalty Account—State Appropriation . . . . \$3,240,000  
9 Child Rescue Fund—State Appropriation . . . . . \$500,000  
10 Legal Services Revolving Account—State Appropriation . . \$231,851,000  
11 Tobacco Prevention and Control Account—State  
12 Appropriation . . . . . \$273,000  
13 TOTAL APPROPRIATION. . . . . \$251,892,000

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

16 (1) The attorney general shall report each fiscal year on actual  
17 legal services expenditures and actual attorney staffing levels for  
18 each agency receiving legal services. The report shall be submitted  
19 to the office of financial management and the fiscal committees of  
20 the senate and house of representatives no later than ninety days  
21 after the end of each fiscal year. As part of its report to the  
22 legislative fiscal committees and the office of financial management,  
23 the office of the attorney general shall include information  
24 detailing the agency's expenditures for its agency-wide overhead and  
25 a breakdown by division of division administration expenses.

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

31 (3) The attorney general shall annually report to the fiscal  
32 committees of the legislature all new cy pres awards and settlements  
33 and all new accounts, disclosing their intended uses, balances, the  
34 nature of the claim or account, proposals, and intended time frames  
35 for the expenditure of each amount. The report shall be distributed  
36 electronically and posted on the attorney general's web site. The  
37 report shall not be printed on paper or distributed physically.

1 (4) \$2,301,000 of the public service revolving account—state  
2 appropriation is provided solely for the work of the public counsel  
3 section of the office of the attorney general.

4 (5) \$353,000 of the general fund—state appropriation for fiscal  
5 year 2018 and \$353,000 of the general fund—state appropriation for  
6 fiscal year 2019 are provided solely for a grant to the Washington  
7 coalition of crime victim advocates to provide training,  
8 certification, and technical assistance for crime victim service  
9 center advocates.

10 (6) The general fund—state appropriations in this section have  
11 been reduced to reflect the use of increased general fund local  
12 revenues from the state being a party to the national Volkswagen  
13 settlement. The office of attorney general must continue to prosecute  
14 sexually violent predator petitions on behalf of counties under RCW  
15 71.09.020 and 71.09.030 using the local funds the office received  
16 from the settlement.

17 (7) \$92,000 of the general fund—state appropriation for fiscal  
18 year 2018 and \$91,000 of the general fund—state appropriation for  
19 fiscal year 2019 are provided solely for the implementation of  
20 Engrossed Senate Bill No. 5021 (pro bono legal services/military). If  
21 the bill is not enacted by June 30, 2017, the amounts provided in  
22 this subsection shall lapse.

23 (8) \$40,000 of the legal services revolving account—state  
24 appropriation is provided solely for the implementation of Senate  
25 Bill No. 5230 (small business owners). If the bill is not enacted by  
26 June 30, 2017, the amount provided in this subsection shall lapse.

27 (9) \$138,000 of the legal services revolving account—state  
28 appropriation is provided solely for the implementation of Engrossed  
29 Senate Bill No. 5294 (department of corrections) or Engrossed Second  
30 Substitute Senate Bill No. 5465 (corrections ombuds). If neither of  
31 these bills is enacted by June 30, 2017, the amount provided in this  
32 subsection shall lapse.

33 (10) \$78,000 of the general fund—state appropriation for fiscal  
34 year 2018 and \$62,000 of the general fund—state appropriation for  
35 fiscal year 2019 are provided solely for the implementation of  
36 Engrossed Second Substitute Senate Bill No. 5312 (criminal record/  
37 employment). If the bill is not enacted by June 30, 2017, the amounts  
38 provided in this subsection shall lapse.



1 (11) \$49,000 of the legal services revolving account—state  
2 appropriation is provided solely for the implementation of Substitute  
3 Senate Bill No. 5577 (incapacitated persons/rights). If the bill is  
4 not enacted by June 30, 2017, the amount provided in this subsection  
5 shall lapse.

6 (12) \$276,000 of the general fund—state appropriation for fiscal  
7 year 2018 and \$259,000 of the general fund—state appropriation for  
8 fiscal year 2019 are provided solely for the implementation of Second  
9 Substitute Senate Bill No. 5835 (health outcomes/pregnancy). If the  
10 bill is not enacted by June 30, 2017, the amounts provided in this  
11 subsection shall lapse.

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

13	General Fund—State Appropriation (FY 2018) . . . . .	\$1,506,000
14	General Fund—State Appropriation (FY 2019) . . . . .	\$1,488,000
15	TOTAL APPROPRIATION. . . . .	\$2,994,000

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

17	General Fund—State Appropriation (FY 2018) . . . . .	\$33,620,000
18	General Fund—State Appropriation (FY 2019) . . . . .	\$32,533,000
19	General Fund—Federal Appropriation . . . . .	\$295,336,000
20	General Fund—Private/Local Appropriation . . . . .	\$8,480,000
21	Drinking Water Assistance Account—State Appropriation . . . . .	\$20,000
22	Public Works Assistance Account—State Appropriation . . . . .	\$7,714,000
23	Drinking Water Assistance Administrative Account—State	
24	Appropriation . . . . .	\$502,000
25	Lead Paint Account—State Appropriation . . . . .	\$224,000
26	Building Code Council Account—State Appropriation . . . . .	\$15,000
27	Economic Development Strategic Reserve Account—State	
28	Appropriation . . . . .	\$5,660,000
29	Liquor Excise Tax Account—State Appropriation . . . . .	\$643,000
30	Home Security Fund Account—State Appropriation . . . . .	\$47,824,000
31	Energy Freedom Account—State Appropriation. . . . .	\$6,000
32	Affordable Housing for All Account—State	
33	Appropriation . . . . .	\$12,859,000
34	Financial Fraud and Identity Theft Crimes	
35	Investigation and Prosecution Account—State	
36	Appropriation . . . . .	\$1,974,000
37	Low-Income Weatherization and Structural Rehab.	

1	Assistance Account—State Appropriation . . . . .	\$1,398,000
2	Community and Economic Development Fee Account—State	
3	Appropriation . . . . .	\$4,591,000
4	Financial Service Regulation Account—State	
5	Appropriation. . . . .	\$468,000
6	Liquor Revolving Account—State Appropriation . . . . .	\$4,966,000
7	Washington Housing Trust Account—State Appropriation . .	\$13,497,000
8	Prostitution Prevention and Intervention Account—State	
9	Appropriation . . . . .	\$26,000
10	Performance Audits of Government Account—State	
11	Appropriation. . . . .	\$525,000
12	Public Facility Construction Loan Revolving Account—State	
13	Appropriation . . . . .	\$810,000
14	TOTAL APPROPRIATION. . . . .	\$473,691,000

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

17 (1) Repayments of outstanding mortgage and rental assistance  
18 program loans administered by the department under RCW 43.63A.640  
19 shall be remitted to the department, including any current revolving  
20 account balances. The department shall collect payments on  
21 outstanding loans, and deposit them into the state general fund.  
22 Repayments of funds owed under the program shall be remitted to the  
23 department according to the terms included in the original loan  
24 agreements.

25 (2) \$1,440,000 of the home security fund account—state  
26 appropriation for fiscal year 2019 is provided solely to add 100 new  
27 low and no-barrier housing beds for people with a criminal history,  
28 substance abuse disorder, and/or mental illness. Currently, there is  
29 little to no housing specific to populations with these co-occurring  
30 disorders; therefore, the department must consider how best to  
31 develop new bed capacity in combination with individualized support  
32 services, such as intensive case management and care coordination,  
33 clinical supervision, mental health, substance abuse treatment, and  
34 vocational and employment services. Case-management and care  
35 coordination services must be provided. Increased case-managed  
36 housing will help to reduce the use of jails and emergency services  
37 and will help to reduce admissions to the state psychiatric  
38 hospitals.

1 (3) \$2,460,000 of the home security fund account—state  
2 appropriation is provided solely to add 128 community beds to address  
3 the need for increased permanent supportive housing for individuals  
4 with a history of mental illness. Priority must be given to  
5 individuals on the discharge list at the state psychiatric hospitals,  
6 where residential placements present significant barriers to timely  
7 discharge. The department of commerce must contract with local  
8 entities to provide a mix of shared supportive housing and  
9 independent housing.

10 (4) \$500,000 of the general fund—state appropriation for fiscal  
11 year 2018 and \$500,000 of the general fund—state appropriation for  
12 fiscal year 2019 are provided solely for a grant to resolution  
13 Washington to building statewide capacity for alternative dispute  
14 resolution centers and dispute resolution programs that guarantee  
15 that citizens have access to low-cost resolution as an alternative to  
16 litigation.

17 (5) The department shall administer its growth management act  
18 technical assistance and pass-through grants so that smaller cities  
19 and counties receive proportionately more assistance than larger  
20 cities or counties.

21 (6) \$1,000,000 of the general fund—state appropriation for fiscal  
22 year 2018 and \$1,000,000 of the general fund—state appropriation for  
23 fiscal year 2019 are provided solely for the Washington new Americans  
24 program.

25 (7) \$5,602,000 of the economic development strategic reserve  
26 account—state appropriation is provided solely for associate  
27 development organizations. During the 2017-2019 fiscal biennium, the  
28 department shall consider an associate development organization's  
29 total resources when making contracting and fund allocation  
30 decisions, in addition to the schedule provided in RCW 43.330.086.

31 (8) \$5,607,000 of the liquor revolving account—state  
32 appropriation is provided solely for the department to contract with  
33 the municipal research and services center of Washington subject the  
34 following conditions and limitations: The department must provide a  
35 report to the fiscal committees of the legislature on options for the  
36 municipal research and services center to become self-sustaining  
37 without a state appropriation. If the report is not received by  
38 November 1, 2018, \$1,400,000 of the liquor revolving account—state  
39 appropriation shall lapse and remain unexpended.

1 (9) \$150,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$150,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely for the regulatory roadmap  
4 program to complete existing projects in the construction industry  
5 and to identify and coordinate with businesses in key industry  
6 sectors to develop additional regulatory roadmap tools.

7 (10) The department is authorized to require an applicant to pay  
8 an application fee to cover the cost of reviewing the project and  
9 preparing an advisory opinion on whether a proposed electric  
10 generation project or conservation resource qualifies to meet  
11 mandatory conservation targets.

12 (11) Within existing resources, the department shall provide  
13 administrative and other indirect support to the developmental  
14 disabilities council.

15 (12) \$643,000 of the general fund—state appropriation for fiscal  
16 year 2018 and \$643,000 of the general fund—state appropriation for  
17 fiscal year 2019 are provided solely for the department to contract  
18 with a private, nonprofit organization to provide developmental  
19 disability ombudsman services.

20 (13) \$557,000 of the general fund—state appropriation for fiscal  
21 year 2018 and \$557,000 of the general fund—state appropriation for  
22 fiscal year 2019 are provided solely for the department to provide  
23 staff and administrative support to the achieving a better life  
24 experience program governing board.

25 (14) \$512,000 of the general fund—state appropriation for fiscal  
26 year 2018 is provided solely to complete the requirements of the  
27 agricultural labor skills and safety grant program in chapter 43.330  
28 RCW. This program expires July 1, 2018.

29 (15) \$1,448,000 of the general fund—state appropriation for  
30 fiscal year 2018 and \$1,448,000 of the general fund—state  
31 appropriation for fiscal year 2019 are provided solely for the long-  
32 term care ombuds program.

33 (16) Within existing resources, the department of commerce shall  
34 consult with key crime victim services stakeholders to inform  
35 decisions about the funding distribution for federal fiscal years  
36 2017-2019 victims of crime act victim assistance funding. These  
37 stakeholders must include, at a minimum, children's advocacy centers  
38 of Washington, Washington association of prosecuting attorneys,  
39 Washington association of sheriffs and police chiefs, Washington

1 coalition against domestic violence, Washington coalition of sexual  
2 assault programs, Washington coalition of crime victim advocates, at  
3 least one representative from a child health coalition, and other  
4 organizations as determined by the department. Funding distribution  
5 considerations shall include, but are not limited to, geographic  
6 distribution of services, underserved populations, age of victims,  
7 best practices, and the unique needs of individuals, families, youth,  
8 and children who are victims of crime.

9 (17)(a) \$80,000 of the general fund—state appropriation for  
10 fiscal year 2016 and \$80,000 of the general fund—state appropriation  
11 for fiscal year 2017 are provided solely as a grant to Klickitat  
12 county for a land use planner to assist with planning and processing  
13 of permits by the Columbia River gorge commission. As a condition of  
14 the receipt of funds, development review application by the  
15 commission must meet the following performance standards:

16 (i) Development review applications must be completed within  
17 fourteen days of receipt;

18 (ii) Decisions on applications must be issued within seventy-two  
19 days after an application is complete, except expedited review  
20 applications, which are to be issued within thirty days after an  
21 application is complete.

22 (b) If the department determines that the commission has failed  
23 to achieve these performance standards on any development  
24 application, any amount provided that has not yet been expended shall  
25 lapse and remain unexpended.

26 (c) Within existing resources, the department and the Columbia  
27 River gorge commission will prepare a report addressing compliance  
28 with the performance measure that is due to the legislature annually  
29 on December 1, 2017, and December 1, 2018.

30 (18) \$18,734,000 of the home security fund—state appropriation  
31 and \$7,860,000 of the affordable housing for all account—state  
32 appropriation are provided solely for the consolidated homeless  
33 grant. Of the amount appropriated, \$5,000,000 is provided solely for  
34 emergency assistance to homeless families in the temporary assistance  
35 for needy families program.

36 (19) \$14,225,000 of the home security fund—state appropriation is  
37 provided solely for the department to contract for services pursuant  
38 to RCW 13.32A.030 and 74.15.220. The department shall contract and  
39 collaborate with service providers in a manner that maintains the

1 availability and geographic representation of secure and semi-secure  
2 crisis residential centers and HOPE centers. To achieve efficiencies  
3 and increase utilization, the department shall allow the colocation  
4 of these centers, except that a youth may not be placed in a secure  
5 facility or the secure portion of a colocated facility except as  
6 specifically authorized by chapter 13.32A RCW.

7 (20) \$1,800,000 of the home security fund—state appropriation is  
8 provided solely for transitional housing assistance or partial  
9 payments for rental assistance under the independent youth housing  
10 program.

11 (21) \$2,621,000 of the home security fund—state appropriation is  
12 provided solely for street youth services. Of the amount  
13 appropriated, \$120,000 is provided solely for increasing services in  
14 south King county. The department must distribute funds using  
15 performance based contracts that include metrics and outcomes for  
16 which performance may be assessed, including the percent of youth  
17 served who return to stable housing. Performance reports from street  
18 youth service providers must be required quarterly. The department  
19 must assess each provider's performance on an annual basis, including  
20 actions providers must take to improve performance to meet contract  
21 expectations.

22 (22) \$868,000 of the home security fund—state appropriation is  
23 provided solely for administration of the office of homeless youth  
24 prevention and protection programs. The office must identify service  
25 gaps for youth and young adults who are homeless or at risk of  
26 homelessness. The office shall further lead efforts to improve data  
27 collection, help ensure services are available statewide, and assure  
28 that programs fulfill federal regulations and guidelines for  
29 preventing and ending youth homelessness.

30 (23) \$3,914,000 of the home security fund—state appropriation and  
31 \$1,600,000 of the Washington housing trust account—state  
32 appropriation are provided solely for the department to decrease  
33 homelessness of youth under 18 years of age though increasing shelter  
34 capacity statewide with preference given to increasing the number of  
35 contracted HOPE beds and crisis residential center beds. Of the  
36 appropriated amounts, \$250,000 of the home security fund—state  
37 appropriation is provided solely for a homeless youth shelter in the  
38 city of Walla Walla.

1 (24) \$500,000 of the home security fund—state appropriation is  
2 provided solely for funds grants to public partner organizations to  
3 test new models to prevent youth from exiting systems into  
4 homelessness.

5 (25) \$3,000,000 of the Washington housing trust account—state  
6 appropriation is provided solely for the department of commerce for  
7 services to homeless families through the Washington youth and  
8 families fund.

9 (26) \$375,000 of the general fund—state appropriation for fiscal  
10 year 2018 and \$375,000 of the general fund—state appropriation for  
11 fiscal year 2019 are provided solely for a grant to the retired  
12 senior volunteer program.

13 (27) \$375,000 of the general fund—state appropriation for fiscal  
14 year 2018 and \$375,000 of the general fund—state appropriation for  
15 fiscal year 2019 are provided solely as pass-through funding to Walla  
16 Walla Community College for its water and environmental center.

17 (28) \$468,000 of the financial services regulation account—state  
18 appropriation is provided solely for the family prosperity account  
19 program.

20 (29) The department is authorized to suspend issuing any  
21 nonstatutorily required grants or contracts of an amount less than  
22 \$1,000,000 per year.

23 (30) \$102,000 of the general fund—state appropriation for fiscal  
24 year 2018 and \$75,000 of the general fund—state appropriation for  
25 fiscal year 2019 are provided solely for the implementation of  
26 Engrossed Senate Bill No. 5128 (incremental electricity). If the bill  
27 is not enacted by June 30, 2017, the amounts provided in this  
28 subsection shall lapse.

29 (31) \$94,000 of the general fund—state appropriation for fiscal  
30 year 2018 and \$253,000 of the general fund—state appropriation for  
31 fiscal year 2019 are provided solely for the implementation of  
32 Engrossed Senate Bill No. 5577 (incapacitated persons rights). If the  
33 bill is not enacted by June 30, 2017, the amounts provided in this  
34 subsection shall lapse.

35 (32) \$525,000 of the performance audit of state government—state  
36 appropriation is provided solely for the department to develop an  
37 agency lean performance management system by June 30, 2018, and to  
38 complete an excellence assessment by June 30, 2019, for its homeless  
39 assistance program and its office of youth prevention and protection

1 programs. The agency lean performance management system must provide  
2 for (a) gathering, monitoring, and analysis of data to measure  
3 performance and eliminate waste and inefficiency in agency  
4 operations; (b) conforming to an internationally recognized quality  
5 management system; (c) allocating resources to improve performance;  
6 and (d) setting a goal and including all activities and requirements  
7 necessary to reduce agency costs by one percent annually within two  
8 years of adoption. The excellence assessment must be an assessment of  
9 the authority's operational performance by a trained national or  
10 state examiner using an excellence framework published by the  
11 national institutes of standards and technology, United States  
12 department of commerce.

13 (33) \$50,000 of the general fund—state appropriation for fiscal  
14 year 2018 and \$50,000 of the general fund—state appropriation for  
15 fiscal year 2019 are provided solely for the wildfire project, a  
16 nonprofit affiliate of the Wenatchee valley museum and cultural  
17 center, to provide public education within the state on wildfire and  
18 forest health issues through presentations, exhibits, and film.

19 (34) \$50,000 of the economic development strategic reserve  
20 account—state appropriation is provided solely to the designed  
21 innovation partnership zone of the city of Issaquah to host a  
22 regional or national sports medicine conference.

23 (35) \$60,000 of the general fund—state appropriation for fiscal  
24 year 2018 is provided solely as a grant to the Hoh Indian Tribe for  
25 critical infrastructure, including a backup electrical power  
26 generator to address recurrent power outages in the community.

27 (36) \$50,000 of the general fund—state appropriation for fiscal  
28 year 2018 is provided solely for the department to contract with a  
29 local associate development organization serving Pierce or King  
30 county to conduct a study on the current state of data center  
31 industry in Washington and whether changes to existing state policies  
32 would result in additional investment and job creation in Washington  
33 as well as advance the development of the state's technology  
34 ecosystems. The study is due to the appropriate committees of the  
35 legislature by December 1, 2017.

36 (37) \$1,475,000 of the general fund—state appropriation for  
37 fiscal year 2018 and \$1,525,000 of the general fund—state  
38 appropriation for fiscal year 2019 are provided solely for  
39 implementation of Substitute Senate Bill No. 5864 (ending



1 homelessness). If the bill is not enacted by June 30, 2017, the  
2 amounts provided in this subsection shall lapse.

3 (38) \$300,000 of the general fund—state appropriation for fiscal  
4 year 2018 and \$300,000 of the general fund—state appropriation for  
5 fiscal year 2019 are provided solely for the northwest agriculture  
6 business center.

7 (39) \$3,750,000 of the general fund—state appropriation for  
8 fiscal year 2018 and \$3,750,000 of the general fund—state  
9 appropriation for fiscal year 2019 are provided solely for  
10 homelessness assistance for an individual who is incapacitated from  
11 gainful employment that is likely to continue for at least 90 days;  
12 are citizens or aliens lawfully admitted for permanent residence or  
13 otherwise residing in the United States under color of law; are  
14 homeless or at substantial risk of homelessness; and have a dependent  
15 child within the household.

16 (40) \$600,000 of the general fund—state appropriation for fiscal  
17 year 2018 is provided solely for the William D. Ruckelshaus center to  
18 prepare a roadmap for Washington's future that recommends  
19 improvements to the state's growth planning framework and identifies  
20 areas of agreement for reforms needed to maintain and improve  
21 Washington's economic, environment, and human health. The roadmap  
22 must include a comprehensive review of the growth management act, the  
23 state environmental policy act, and shoreline management act. The  
24 work must also include regional workshops across the state to engage  
25 citizen and community involvement to shape the roadmap.

26 (41) \$5,000,000 of the general fund—state appropriation for  
27 fiscal year 2018 and \$5,000,000 of the general fund—state  
28 appropriation for fiscal year 2019 are provided solely for the  
29 housing and essential needs program pursuant to RCW 43.185C.220 and  
30 74.04.805.

31 (42) \$500,000 of the general fund—state appropriation for 2018 is  
32 provided solely for the department to formulate a statewide tourism  
33 marketing plan in collaboration with a nonprofit statewide tourism  
34 organization as provided for in Substitute Senate Bill No. 5251.

35 (43) \$100,000 of the general fund—state appropriation for fiscal  
36 year 2018 is provided solely for Safe Yakima.

37 (44)(a) During the 2017-2019 fiscal biennium, the department must  
38 revise its agreements and contracts with vendors to include a  
39 provision to require that each vendor agrees to equality among its

1 workers by ensuring similarly employed individuals are compensated as  
2 equals as follows:

3 (i) Employees are similarly employed if the individuals work for  
4 the same employer, the performance of the job requires comparable  
5 skill, effort, and responsibility, and the jobs are performed under  
6 similar working conditions. Job titles alone are not determinative of  
7 whether employees are similarly employed;

8 (ii) Vendors may allow differentials in compensation for its  
9 workers based in good faith on any of the following:

10 (A) A seniority system; a merit system; a system that measures  
11 earnings by quantity or quality of production; a bona fide job-  
12 related factor or factors; or a bona fide regional difference in  
13 compensation levels.

14 (B) A bona fide job-related factor or factors may include, but  
15 not be limited to, education, training, or experience, that is:  
16 Consistent with business necessity; not based on or derived from a  
17 gender-based differential; and accounts for the entire differential.

18 (C) A bona fide regional difference in compensation level must  
19 be: Consistent with business necessity; not based on or derived from  
20 a gender-based differential; and account for the entire differential.

21 (b) The provision must allow for the termination of the contract  
22 if the department or department of enterprise services determines  
23 that the vendor is not in compliance with this agreement or contract  
24 term.

25 (c) The department must implement this provision with any new  
26 contract and at the time of renewal of any existing contract.

27 (45) \$1,000,000 of the general fund—state appropriation for  
28 fiscal year 2018 and \$1,000,000 of the general fund—state  
29 appropriation for fiscal year 2019 are provided solely to administer  
30 the grant program required in chapter 43.185C RCW, linking homeless  
31 students and their families with stable housing.

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

34	General Fund—State Appropriation (FY 2018)	\$828,000
35	General Fund—State Appropriation (FY 2019)	\$883,000
36	Lottery Administrative Account—State Appropriation	\$50,000
37	TOTAL APPROPRIATION.	\$1,761,000

1           NEW SECTION.   **Sec. 130. FOR THE OFFICE OF FINANCIAL MANAGEMENT**

2	General Fund—State Appropriation (FY 2018) . . . . .	\$9,034,000
3	General Fund—State Appropriation (FY 2019) . . . . .	\$9,190,000
4	General Fund—Federal Appropriation . . . . .	\$39,671,000
5	General Fund—Private/Local Appropriation . . . . .	\$501,000
6	Economic Development Strategic Reserve Account—State	
7	Appropriation . . . . .	\$313,000
8	Personnel Service Account—State Appropriation . . . . .	\$8,483,000
9	Higher Education Personnel Services Account—State	
10	Appropriation . . . . .	\$1,497,000
11	Statewide Information Technology System Development	
12	Revolving Account—State Appropriation . . . . .	\$6,503,000
13	Performance Audits of Government Account—State	
14	Appropriation . . . . .	\$594,000
15	Office of Financial Management Central Service	
16	Account—State Appropriation. . . . .	\$19,237,000
17	TOTAL APPROPRIATION. . . . .	\$95,023,000

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

20           (1) The appropriations in this section represent a transfer of  
21 expenditure authority of \$4,000,000 of the general fund—federal  
22 appropriation from the health care authority to the office of  
23 financial management to implement chapter 246, Laws of 2015 (all-  
24 payer health care claims database).

25           (2)(a) The student achievement council and all institutions of  
26 higher education eligible to participate in the state need grant  
27 shall ensure that data needed to analyze and evaluate the  
28 effectiveness of the state need grant program are promptly  
29 transmitted to the education data center so that it is available and  
30 easily accessible. The data to be reported must include but not be  
31 limited to:

- 32           (i) The number of state need grant recipients;
- 33           (ii) The number of students on the unserved waiting list of the  
34 state need grant;
- 35           (iii) Persistence and completion rates of state need grant  
36 recipients and students on the state need grant unserved waiting  
37 list, disaggregated by institutions of higher education;
- 38           (iv) State need grant recipients and students on state need grant  
39 unserved waiting list grade point averages; and

1 (v) State need grant program costs.

2 (b) The student achievement council shall submit student unit  
3 record data for the state need grant program applicants and  
4 recipients to the education data center.

5 (3) \$4,503,000 of the statewide information technology system  
6 development revolving account—state appropriation is provided solely  
7 for readiness activities related to the One Washington replacement  
8 project to modernize and improve administrative systems and related  
9 business processes across state government over a multi-biennia time  
10 period and this project is subject to the conditions, limitations,  
11 and review provided in section 724 of this act. The funding provided  
12 in this subsection is for conducting business warehouse planning and  
13 system integrations and contracting with a strategic partner for the  
14 design of the long-term program blueprint detailing the readiness,  
15 planning, and implementation activities related to this project.  
16 Legislative expectation is that the strategic partner selected for  
17 this design of this long-term blueprint will have proven experience  
18 in successfully managing similar efforts in other states or  
19 jurisdictions and that the ultimate project scope will integrate  
20 performance information and provide information on discrete units of  
21 costs for state governmental activities with the goal of improved  
22 management and efficiency. The office of financial management will  
23 provide the needed management support for this design effort and will  
24 ensure that state agencies fully participate in this initial design  
25 effort, including the office of chief information officer. The office  
26 of financial management will provide quarterly reports to the  
27 legislative fiscal committees and the legislative evaluation and  
28 accountability program committee. Before submitting additional  
29 funding requests for this project, the office of financial management  
30 will submit a comprehensive detailed feasibility study and financial  
31 plan for the project to the legislative evaluation and accountability  
32 program committee.

33 (4) \$4,000,000 of the general fund—federal appropriation is  
34 provided solely for the procurement and implementation of the  
35 Washington state all payer claims database project and this project  
36 is subject to the conditions, limitations, and review provided in  
37 section 724 of this act.

38 (5) \$140,000 of the general fund—state appropriation for fiscal  
39 year 2018 and \$140,000 of the general fund—federal appropriation are

1 provided solely for the office of financial management to develop a  
2 state inpatient psychiatric managed care capitation risk model. The  
3 model shall be submitted to the governor and appropriate committees  
4 of the legislature by December 31, 2017. The model must integrate  
5 inpatient psychiatric hospitals services into the managed care  
6 capitation rate, including commitments for medicaid and nonmedicaid  
7 covered individuals. The model should phase-in the financial risk  
8 such that managed care organizations bear full financial risk for  
9 civil inpatient psychiatric hospital commitments beginning January  
10 2020.

11 (6) \$88,000 of the general fund—state appropriation for fiscal  
12 year 2018 and \$210,000 of the general fund—state appropriation for  
13 fiscal year 2019 are provided solely for implementation of Substitute  
14 Senate Bill No. 5443 (dynamic fiscal notes). If the bill is not  
15 enacted by June 30, 2017, the amounts provided in this subsection  
16 shall lapse.

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

19 Administrative Hearings Revolving Account—State  
20 Appropriation . . . . . \$37,603,000

21 NEW SECTION.      **Sec. 132.      FOR THE WASHINGTON STATE LOTTERY**  
22 Lottery Administrative Account—State Appropriation . . . \$27,241,000

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

25 (1) No portion of this appropriation may be used for acquisition  
26 of gaming system capabilities that violates state law.

27 (2) Pursuant to RCW 67.70.040, the commission shall take such  
28 action necessary to reduce by \$6,000,000 each fiscal year the total  
29 amount of compensation paid to licensed lottery sales agents. It is  
30 anticipated that the result of this action will reduce retail  
31 commissions to an average of 5.1 percent of sales.

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

33 General Fund—State Appropriation (FY 2018) . . . . . \$252,000  
34 General Fund—State Appropriation (FY 2019) . . . . . \$257,000  
35 TOTAL APPROPRIATION. . . . . \$509,000

1        NEW SECTION.    **Sec. 134.    FOR THE COMMISSION ON AFRICAN-AMERICAN**  
2 **AFFAIRS**

3	General Fund—State Appropriation (FY 2018) . . . . .	\$261,000
4	General Fund—State Appropriation (FY 2019) . . . . .	\$243,000
5	TOTAL APPROPRIATION. . . . .	\$504,000

6        NEW SECTION.    **Sec. 135.    FOR THE DEPARTMENT OF RETIREMENT SYSTEMS**  
7 **—OPERATIONS**

8	Department of Retirement Systems Expense Account—State	
9	Appropriation . . . . .	\$53,816,000

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

11	General Fund—State Appropriation (FY 2018) . . . . .	\$131,367,000
12	General Fund—State Appropriation (FY 2019) . . . . .	\$128,659,000
13	Timber Tax Distribution Account—State Appropriation . . . . .	\$6,598,000
14	Business License Account—State Appropriation . . . . .	\$26,140,000
15	Waste Reduction/Recycling/Litter Control—State	
16	Appropriation . . . . .	\$144,000
17	Financial Services Regulatory Account—State	
18	Appropriation. . . . .	\$5,000,000
19	State Toxics Control Account—State Appropriation . . . . .	\$103,000
20	TOTAL APPROPRIATION. . . . .	\$298,011,000

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

23        (1) \$5,628,000 of the general fund—state appropriation for fiscal  
24 year 2018, \$5,628,000 of the general fund—state appropriation for  
25 fiscal year 2019, and \$11,257,000 of the business license account—  
26 state appropriation are provided solely for the taxpayer legacy  
27 system replacement project.

28        (2) \$2,084,000 of the business license account—state  
29 appropriation is provided solely for the implementation of Engrossed  
30 Substitute Senate Bill No. 5777 (municipal business licenses). If the  
31 bill is not enacted by June 30, 2017, the amount provided in this  
32 subsection shall lapse.

33        (3) The department must renegotiate the contract for the  
34 collection and distribution of the Regional Transit Authority sales  
35 tax under RCW 81.104.107 and the Regional Transit Authority rental  
36 car tax under RCW 81.104.160 so that the administration fee for the

1 collection and distribution of the taxes is set at one percent. This  
2 new contract must be in place by January 1, 2018.

3 (4) \$3,000 of the general fund—state appropriation for fiscal  
4 year 2018 is provided solely for the implementation of Senate Bill  
5 No. 5205 (martial arts). If the bill is not enacted by June 30, 2017,  
6 the amount provided in this subsection shall lapse.

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

8	General Fund—State Appropriation (FY 2018) . . . . .	\$1,340,000
9	General Fund—State Appropriation (FY 2019) . . . . .	\$1,377,000
10	TOTAL APPROPRIATION. . . . .	\$2,677,000

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

13 Office of Minority and Women's Business Enterprises

14	Account—State Appropriation . . . . .	\$4,703,000
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15 NEW SECTION. **Sec. 139. FOR THE INSURANCE COMMISSIONER**

16	General Fund—Federal Appropriation . . . . .	\$4,591,000
17	Insurance Commissioners Regulatory Account—State	
18	Appropriation . . . . .	\$57,704,000
19	TOTAL APPROPRIATION. . . . .	\$62,295,000

20 The appropriations in this section are subject to the following  
21 conditions and limitations: \$79,000 of the insurance commissioners  
22 regulatory account—state appropriation is provided solely for  
23 implementation of Engrossed Senate Bill No. 5629 (rights and duties  
24 for title insurance rating and advisory organizations). If the bill  
25 is not enacted by June 30, 2017, the amount provided in this  
26 subsection shall lapse.

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

28	State Investment Board Expense Account—State	
29	Appropriation . . . . .	\$46,881,000

30 NEW SECTION. **Sec. 141. FOR THE LIQUOR AND CANNABIS BOARD**

31	General Fund—State Appropriation (FY 2018) . . . . .	\$358,000
32	General Fund—State Appropriation (FY 2019) . . . . .	\$359,000
33	General Fund—Federal Appropriation . . . . .	\$2,850,000
34	General Fund—Private/Local Appropriation . . . . .	\$50,000

1	Dedicated Marijuana Account—State Appropriation	
2	(FY 2018). . . . .	\$9,400,000
3	Dedicated Marijuana Account—State Appropriation	
4	(FY 2019). . . . .	\$8,696,000
5	Liquor Revolving Account—State Appropriation . . . . .	\$69,419,000
6	TOTAL APPROPRIATION. . . . .	\$91,132,000

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

9 (1) \$1,420,000 of the dedicated marijuana account—state  
10 appropriation for fiscal year 2018 and \$885,000 of the dedicated  
11 marijuana account—state appropriation for fiscal year 2019 are  
12 provided solely for the traceability system replacement project and  
13 are subject to the conditions, limitations, and review provided in  
14 section 724 of this act. If Senate Bill No. 5130 is not enacted by  
15 June 30, 2017, the amounts provided in this subsection shall lapse.

16 (2) Within existing resources, the state liquor and cannabis  
17 board shall establish a way by which any inspection or approval of a  
18 marijuana processor's professional closed loop systems, equipment,  
19 extraction operation, and facilities, may be performed by a qualified  
20 person or entity other than a local fire code official, in the event  
21 that a local fire code official does not perform such an inspection  
22 or approval as required by state liquor and cannabis board rule.

23 (3) \$282,000 of the liquor revolving account—state appropriation  
24 is provided solely for the implementation of Substitute Senate Bill  
25 No. 5161 (theater licenses). If the bill is not enacted by June 30,  
26 2017, the amount provided in this subsection shall lapse.

27 (4) \$589,000 of the liquor revolving account—state appropriation  
28 is provided solely for the implementation of Substitute Senate Bill  
29 No. 5165 (snack bar licenses). If the bill is not enacted by June 30,  
30 2017, the amount provided in this subsection shall lapse.

31 (5) \$1,106,000 of the liquor revolving account—state  
32 appropriation is provided solely for the implementation of Engrossed  
33 Substitute Senate Bill No. 5781 (special occasions and banquets). If  
34 the bill is not enacted by June 30, 2017, the amount provided in this  
35 subsection shall lapse.

36 (6) \$57,000 of the liquor revolving account—state appropriation  
37 is provided solely for the implementation of Engrossed Senate Bill  
38 No. 5834 (bonded spirits warehouses). If the bill is not enacted by  
39 June 30, 2017, the amount provided in this subsection shall lapse.



1        NEW SECTION.    **Sec. 142.    FOR THE UTILITIES AND TRANSPORTATION**  
2 **COMMISSION**

3	General Fund—Private/Local Appropriation . . . . .	\$16,390,000
4	Public Service Revolving Account—State Appropriation . .	\$39,199,000
5	Pipeline Safety Account—State Appropriation . . . . .	\$3,352,000
6	Pipeline Safety Account—Federal Appropriation . . . . .	\$3,014,000
7	TOTAL APPROPRIATION. . . . .	\$61,955,000

8        The appropriations in this section are subject to the following  
9 conditions and limitations: \$2,093,000 of the public service  
10 revolving account—state appropriation is provided solely for the  
11 commission to cover the costs of moving its offices to a new  
12 location, in cooperation with the department of enterprise services.

13        NEW SECTION.    **Sec. 143.    FOR THE MILITARY DEPARTMENT**

14	General Fund—State Appropriation (FY 2018) . . . . .	\$7,873,000
15	General Fund—State Appropriation (FY 2019) . . . . .	\$7,615,000
16	General Fund—Federal Appropriation . . . . .	\$117,339,000
17	Enhanced 911 Account—State Appropriation . . . . .	\$54,239,000
18	Disaster Response Account—State Appropriation . . . . .	\$24,207,000
19	Disaster Response Account—Federal Appropriation . . . . .	\$59,060,000
20	Military Department Rent and Lease Account—State	
21	Appropriation . . . . .	\$1,115,000
22	Worker and Community Right-to-Know Account—State	
23	Appropriation . . . . .	\$2,318,000
24	Oil Spill Prevention Account—State Appropriation . . . . .	\$1,006,000
25	TOTAL APPROPRIATION. . . . .	\$274,772,000

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

28        (1) The military department shall submit a report to the office  
29 of financial management and the legislative fiscal committees by  
30 October 1st and February 1st of each year detailing information on  
31 the disaster response account, including: (a) The amount and type of  
32 deposits into the account; (b) the current available fund balance as  
33 of the reporting date; and (c) the projected fund balance at the end  
34 of the 2017-2019 biennium based on current revenue and expenditure  
35 patterns.

36        (2) \$40,000,000 of the general fund—federal appropriation is  
37 provided solely for homeland security, subject to the following

1 conditions: Any communications equipment purchased by local  
2 jurisdictions or state agencies shall be consistent with standards  
3 set by the Washington state interoperability executive committee.

4 (3) \$784,000 of the disaster response account—state appropriation  
5 is provided solely for fire suppression training and equipment to  
6 national guard soldiers and airmen.

7 (4) \$100,000 of the general fund—state appropriation for fiscal  
8 year 2018 and \$100,000 of the general fund—state appropriation for  
9 fiscal year 2019 are provided solely for the conditional scholarship  
10 program pursuant to chapter 28B.103 RCW.

11 (5) \$200,000 of the general fund—state appropriation for fiscal  
12 year 2018, \$200,000 of the general fund—state appropriation for  
13 fiscal year 2019, and \$500,000 of the military department rent and  
14 lease account—state appropriation is provided solely for  
15 implementation of Substitute Senate Bill No. 5405 (national guard  
16 facilities). If the bill is not enacted by June 30, 2017, the amounts  
17 provided in this subsection shall lapse.

18 (6) \$18,700,000 of the enhanced 911 account—state appropriation  
19 is provided solely for financial assistance to counties.

20 (7) \$250,000 of the general fund—state appropriation for fiscal  
21 year 2018 is provided solely for the emergency management division to  
22 conduct a comprehensive study and make recommendations for the lahar  
23 and seismic activity warning system as the issue relates to potential  
24 debris flows originating from Mount Rainier and affected surrounding  
25 communities. The study should identify current capabilities by  
26 county, potential enhancements, and the opportunities and challenges  
27 to using existing cellular based systems such as reverse 911. A  
28 report to the appropriate committees of the legislature is due June  
29 30, 2018.

30 (8) \$2,000,000 of the enhanced 911 account—state appropriation is  
31 provided solely for one-time grants to small, rural counties for  
32 replacement of equipment necessary to maintain 911 service after the  
33 state's transition to a next generation 911 system.

34 NEW SECTION. **Sec. 144. FOR THE PUBLIC EMPLOYMENT RELATIONS**  
35 **COMMISSION**

36	Personnel Service Account—State Appropriation . . . . .	\$7,640,000
37	Higher Education Personnel Services Account—State	
38	Appropriation . . . . .	\$1,223,000

1 TOTAL APPROPRIATION. . . . . \$8,863,000

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

3 Certified Public Accountants' Account—State  
4 Appropriation . . . . . \$2,799,000

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

6 Death Investigations Account—State Appropriation . . . . . \$632,000

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

9 (1) \$250,000 of the death investigations account—state  
10 appropriation is provided solely for providing financial assistance  
11 to local jurisdictions in multiple death investigations. The forensic  
12 investigation council shall develop criteria for awarding these funds  
13 for multiple death investigations involving an unanticipated,  
14 extraordinary, and catastrophic event or those involving multiple  
15 jurisdictions.

16 (2) \$210,000 of the death investigations account—state  
17 appropriation is provided solely for providing financial assistance  
18 to local jurisdictions in identifying human remains.

19 (3) \$130,000 of the death investigations account appropriation is  
20 provided solely for the council to establish a statewide case  
21 management system for coroners and medical examiners. The council  
22 must confer with the state association of coroners and medical  
23 examiners in the section of the system.

24 NEW SECTION. **Sec. 147. FOR THE DEPARTMENT OF ENTERPRISE**  
25 **SERVICES**

26 General Fund—State Appropriation (FY 2018) . . . . . \$4,335,000  
27 General Fund—State Appropriation (FY 2019) . . . . . \$4,321,000  
28 General Fund—Private/Local Appropriation . . . . . \$102,000  
29 Building Code Council Account—State Appropriation . . . . . \$1,036,000  
30 TOTAL APPROPRIATION. . . . . \$9,794,000

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

33 (1) Before any agency may purchase a passenger motor vehicle as  
34 defined in RCW 43.19.560, the agency must have written approval from  
35 the director of the department of enterprise services. Agencies that  
36 are exempted from this requirement are the Washington state

1 department of transportation, Washington state patrol, and the  
2 department of natural resources.

3 (2) From the fee charged to master contract vendors, the  
4 department shall transfer to the office of minority and women's  
5 business enterprises account \$1,500,000 in fiscal year 2018 and  
6 \$1,300,000 in fiscal year 2019.

7 (3) In accordance with RCW 46.08.172 and 43.135.055, the  
8 department is authorized to increase parking fees in fiscal years  
9 2018 and 2019 as necessary to meet the actual costs of conducting  
10 business.

11 (4) \$3,998,000 of the general fund—state appropriation for fiscal  
12 year 2018 and \$3,998,000 of the general fund—state appropriation for  
13 fiscal year 2019 are provided solely for the payment of facilities  
14 and services charges, utilities and contracts charges, public and  
15 historic facilities charges, and capital projects surcharges  
16 allocable to the senate, house of representatives, statute law  
17 committee, legislative support services, joint legislative systems  
18 committee, and office of support services. The department shall  
19 allocate charges attributable to these agencies among the affected  
20 revolving funds. The department shall maintain an interagency  
21 agreement with these agencies to establish performance standards,  
22 prioritization of preservation and capital improvement projects, and  
23 quality assurance provisions for the delivery of services under this  
24 subsection. The legislative agencies named in this subsection shall  
25 continue to enjoy all of the same rights of occupancy and space use  
26 on the capitol campus as historically established.

27 (5) The risk management system project funded through the risk  
28 management administration account created in RCW 4.92.220 is subject  
29 to the conditions, limitations, and review provided in section 724 of  
30 this act.

31 (6)(a) During the 2017-2019 fiscal biennium, the department must  
32 revise its master contracts with vendors, including cooperative  
33 purchasing agreements under RCW 39.26.060, to include a provision  
34 require that each vendor agrees to equality among its workers by  
35 ensuring similarly employed individuals are compensated as equals as  
36 follows:

37 (i) Employees are similarly employed if the individuals work for  
38 the same employer, the performance of the job requires comparable  
39 skill, effort, and responsibility, and the jobs are performed under

1 similar working conditions. Job titles alone are not determinative of  
2 whether employees are similarly employed;

3 (ii) Vendors may allow differentials in compensation for its  
4 workers based in good faith on any of the following:

5 (A) A seniority system; a merit system; a system that measures  
6 earnings by quantity or quality of production; a bona fide job-  
7 related factor or factors; or a bona fide regional difference in  
8 compensation levels.

9 (B) A bona fide job-related factor or factors may include, but  
10 not be limited to, education, training, or experience, that is:  
11 Consistent with business necessity; not based on or derived from a  
12 gender-based differential; and accounts for the entire differential.

13 (C) A bona fide regional difference in compensation level must  
14 be: Consistent with business necessity; not based on or derived from  
15 a gender-based differential; and account for the entire differential.

16 (b) The provision must allow for the termination of the contract  
17 if the public entity using the contract or agreement of the  
18 department of enterprise services determines that the vendor is not  
19 in compliance with this agreement or contract term.

20 (c) The department must implement this provision with any new  
21 contract and at the time of renewal of any existing contract.

22 (d) Any cost for the implementation of this section must be  
23 recouped from the fees charged to master contract vendors.

24 NEW SECTION. **Sec. 148. FOR THE BOARD FOR VOLUNTEER FIREFIGHTERS**  
25 Volunteer Firefighters' and Reserve Officers' Administrative  
26 Account—State Appropriation . . . . . \$1,183,000

27 The appropriation in this section is subject to the following  
28 conditions and limitations: \$128,000 of the volunteer firefighters'  
29 and reserve officers' relief and pension administrative account—state  
30 appropriation for fiscal year 2018 and \$128,000 of the volunteer  
31 firefighters' and reserve officers' relief and pension administrative  
32 account—state appropriation for fiscal year 2019 are provided solely  
33 to the pension and benefit tracking system project and are subject to  
34 the conditions, limitations, and review provided in section 724 of  
35 this act.

36 NEW SECTION. **Sec. 149. FOR THE DEPARTMENT OF ARCHAEOLOGY AND**  
37 **HISTORIC PRESERVATION**

1	General Fund—State Appropriation (FY 2018)	\$1,561,000
2	General Fund—State Appropriation (FY 2019)	\$1,570,000
3	General Fund—Federal Appropriation	\$2,143,000
4	General Fund—Private/Local Appropriation	\$14,000
5	TOTAL APPROPRIATION.	\$5,288,000

6 The appropriations in this section are subject to the following  
7 conditions and limitations: \$103,000 of the general fund—state  
8 appropriation for fiscal year 2018 and \$103,000 of the general fund—  
9 state appropriation for fiscal year 2019 are provided solely for  
10 archaeological determinations and excavations of inadvertently  
11 discovered skeletal human remains, and removal and reinterment of  
12 such remains when necessary.

13 NEW SECTION. **Sec. 150. FOR THE CONSOLIDATED TECHNOLOGY SERVICES**  
14 **AGENCY**

15 Consolidated Technology Services Revolving Account—State  
16 Appropriation . . . . . \$16,857,000

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

19 (1) \$7,445,000 of the consolidated technology services revolving  
20 account—state appropriation is for the office of the chief  
21 information officer.

22 (2) In conjunction with the office of the chief information  
23 officer's prioritization of proposed information technology  
24 expenditures, agency budget requests for proposed information  
25 technology expenditures shall include the following: The agency's  
26 priority ranking of each information technology request; the  
27 estimated cost for the current biennium; the estimated total cost of  
28 the request over all biennia; and the expected timeline to complete  
29 the request. The office of the chief information officer and the  
30 office of financial management may request agencies to include  
31 additional information on proposed information technology expenditure  
32 requests.

33 (3) Within existing resources, the agency must provide oversight  
34 of state procurement and contracting for information technology goods  
35 and services by the department of enterprise services.

36 (4) \$9,094,000 of the consolidated technology services revolving  
37 account—state appropriation is provided solely for the office of  
38 cyber security.

1 (5) The consolidated technology services agency must not increase  
2 fees charged for existing services without prior approval by the  
3 office of financial management. Fees for desktop support services  
4 must not exceed those paid by agencies in fiscal year 2016. The  
5 agency may develop fees to recover the actual cost of new  
6 infrastructure to support increased use of cloud technologies.  
7 Expenditures of the consolidated technology services agency must not  
8 exceed revenues.

9 (7) \$500,000 of the consolidated technology services revolving  
10 account—state appropriation is provided solely for the agency, in  
11 collaboration with the office of financial management, to conduct a  
12 zero-based budget review of the agency's services. Information and  
13 analysis submitted by the department for the zero-based review under  
14 this subsection shall include:

15 (a) A statement of the statutory basis or other basis for the  
16 creation of each program or service and the history of each program  
17 or service that is being reviewed;

18 (b) A description of how each program or service fits within the  
19 strategic plan and goals of the agency and an analysis of the  
20 quantified objectives of each program or service within the agency;

21 (c) Any available performance measures indicating the  
22 effectiveness and efficiency of each program or service;

23 (d) A description with supporting cost and staffing data of each  
24 program or service and the populations served by each program or  
25 service, and the level of funding and staff required to accomplish  
26 the goals of the program or service if different than the actual  
27 maintenance level;

28 (e) An analysis of the major costs and benefits of operating each  
29 program or service and the rationale for specific expenditure and  
30 staffing levels;

31 (f) An analysis estimating each program's or service's  
32 administrative and other overhead costs;

33 (g) An analysis of the levels of services provided;

34 (h) An analysis estimating the amount of funds or benefits that  
35 actually reach the intended recipients; and

36 (i) An analysis and recommendations for alternative service  
37 delivery models that would save money or improve service quality.

38 (8) Within existing resources, the agency, in collaboration with  
39 the office of financial management, must review options for selling  
40 the state data center and make recommendations to the legislature.

(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) The legislature finds that medicaid payment rates, as calculated by the department pursuant to the appropriations in this act, bear a reasonable relationship to the costs incurred by efficiently and economically operated facilities for providing quality services and will be sufficient to enlist enough providers so that care and services are available to the extent that such care and services are available to the general population in the geographic area. The legislature finds that cost reports, payment data from the federal government, historical utilization, economic data, and

1 clinical input constitute reliable data upon which to determine the  
2 payment rates.

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

14 (5) Information technology projects or investments and proposed  
15 projects or investments impacting time capture, payroll and payment  
16 processes and systems, eligibility, case management, and  
17 authorization systems within the department of social and health  
18 services are subject to technical oversight by the office of the  
19 chief information officer.

20 (6)(a) The department shall facilitate enrollment under the  
21 medicaid expansion for clients applying for or receiving state funded  
22 services from the department and its contractors. Prior to open  
23 enrollment, the department shall coordinate with the health care  
24 authority to provide referrals to the Washington health benefit  
25 exchange for clients that will be ineligible for medicaid.

26 (b) To facilitate a single point of entry across public and  
27 medical assistance programs, and to maximize the use of federal  
28 funding, the health care authority, the department of social and  
29 health services, and the health benefit exchange will coordinate  
30 efforts to expand HealthPlanfinder access to public assistance and  
31 medical eligibility staff. The department shall complete medicaid  
32 applications in the HealthPlanfinder for households receiving or  
33 applying for public assistance benefits.

34 (7)(a) During the 2017-2019 fiscal biennium, the department must  
35 revise its agreements and contracts with vendors to include a  
36 provision to require that each vendor agrees to equality among its  
37 workers by ensuring similarly employed individuals are compensated as  
38 equals as follows:

39 (i) Employees are similarly employed if the individuals work for  
40 the same employer, the performance of the job requires comparable

1 skill, effort, and responsibility, and the jobs are performed under  
2 similar working conditions. Job titles alone are not determinative of  
3 whether employees are similarly employed;

4 (ii) Vendors may allow differentials in compensation for its  
5 workers based in good faith on any of the following:

6 (A) A seniority system; a merit system; a system that measures  
7 earnings by quantity or quality of production; a bona fide job-  
8 related factor or factors; or a bona fide regional difference in  
9 compensation levels.

10 (B) A bona fide job-related factor or factors may include, but  
11 not be limited to, education, training, or experience, that is:  
12 Consistent with business necessity; not based on or derived from a  
13 gender-based differential; and accounts for the entire differential.

14 (C) A bona fide regional difference in compensation level must  
15 be: Consistent with business necessity; not based on or derived from  
16 a gender-based differential; and account for the entire differential.

17 (b) The provision must allow for the termination of the contract  
18 if the department or department of enterprise services determines  
19 that the vendor is not in compliance with this agreement or contract  
20 term.

21 (c) The department must implement this provision with any new  
22 contract and at the time of renewal of any existing contract.

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 2018) . . . . .	\$334,283,000
26	General Fund—State Appropriation (FY 2019) . . . . .	\$338,839,000
27	General Fund—Federal Appropriation . . . . .	\$518,667,000
28	General Fund—Private/Local Appropriation . . . . .	\$2,954,000
29	Domestic Violence Prevention Account—State	
30	Appropriation . . . . .	\$2,004,000
31	Child Welfare System Improvement Account—State	
32	Appropriation . . . . .	\$8,342,000
33	TOTAL APPROPRIATION. . . . .	\$1,205,089,000

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

36 (1) \$748,000 of the general fund—state appropriation for fiscal  
37 year 2018 and \$748,000 of the general fund—state appropriation for  
38 fiscal year 2019 are provided solely to contract for the operation of

1 one pediatric interim care center. The center shall provide  
2 residential care for up to thirteen children through two years of  
3 age. Seventy-five percent of the children served by the center must  
4 be in need of special care as a result of substance abuse by their  
5 mothers. The center shall also provide on-site training to  
6 biological, adoptive, or foster parents. The center shall provide at  
7 least three months of consultation and support to the parents  
8 accepting placement of children from the center. The center may  
9 recruit new and current foster and adoptive parents for infants  
10 served by the center. The department shall not require case  
11 management as a condition of the contract.

12 (2) \$253,000 of the general fund—state appropriation for fiscal  
13 year 2018 and \$253,000 of the general fund—state appropriation for  
14 fiscal year 2019 are provided solely for the costs of the eight  
15 existing hub home foster families that provide a foster care delivery  
16 model that includes a licensed hub home. Use of the hub home model is  
17 intended to support foster parent retention, improve child outcomes,  
18 and encourage the least restrictive community placements for children  
19 in out-of-home care.

20 (3) \$579,000 of the general fund—state appropriation for fiscal  
21 year 2018, \$579,000 of the general fund—state appropriation for  
22 fiscal year 2019, and \$109,000 of the general fund—federal  
23 appropriation are provided solely for a receiving care center east of  
24 the Cascade mountains.

25 (4) \$990,000 of the general fund—state appropriation for fiscal  
26 year 2018 and \$990,000 of the general fund—state appropriation for  
27 fiscal year 2019 are provided solely for services provided through  
28 children's advocacy centers.

29 (5) \$1,351,000 of the general fund—state appropriation for fiscal  
30 year 2018 and \$1,351,000 of the general fund—state appropriation for  
31 fiscal year 2019 are provided solely for implementation of  
32 performance-based contracts for family support and related services  
33 pursuant to RCW 74.13B.020.

34 (6) \$9,474,000 of the general fund—state appropriation for fiscal  
35 year 2018, \$7,173,000 of the general fund—state appropriation for  
36 fiscal year 2019 and \$12,043,000 of the general fund—federal  
37 appropriation, are provided solely for family assessment response.

38 (7) \$94,000 of the general fund—state appropriation for fiscal  
39 year 2018 and \$94,000 of the general fund—state appropriation for

1 fiscal year 2019 are provided solely for a contract with a child  
2 advocacy center in Spokane to provide continuum of care services for  
3 children who have experienced abuse or neglect and their families.

4 (8)(a) \$539,000 of the general fund—state appropriation for  
5 fiscal year 2018, \$540,000 of the general fund—state appropriation  
6 for fiscal year 2019, \$656,000 of the general fund private/local  
7 appropriation, and \$253,000 of the general fund—federal appropriation  
8 are provided solely for a contract with an educational advocacy  
9 provider with expertise in foster care educational outreach. The  
10 amounts in this subsection are provided solely for contracted  
11 education coordinators to assist foster children in succeeding in  
12 K-12 and higher education systems and to assure a focus on education  
13 during the department's transition to performance-based contracts.  
14 Funding must be prioritized to regions with high numbers of foster  
15 care youth, or regions where backlogs of youth that have formerly  
16 requested educational outreach services exist. The children's  
17 administration is encouraged to use private matching funds to  
18 maintain educational advocacy services.

19 (b) The children's administration shall contract with the office  
20 of the superintendent of public instruction, which in turn shall  
21 contract with a nongovernmental entity or entities to provide  
22 educational advocacy services pursuant to chapter 71, Laws of 2016.

23 (9) The children's administration shall adopt policies to reduce  
24 the percentage of parents requiring supervised visitation, including  
25 clarification of the threshold for transition from supervised to  
26 unsupervised visitation prior to reunification.

27 (10) The children's administration is encouraged to control  
28 exceptional reimbursement decisions so that the child's needs are met  
29 without excessive costs.

30 (11) \$97,000 of the general fund—state appropriation for fiscal  
31 year 2018 and \$97,000 of the general fund—state appropriation for  
32 fiscal year 2019 are provided solely for a one percent rate increase  
33 for licensed family child care providers; a \$1.25 per hour increase  
34 for family, friends and neighbor providers; and a 4.25 percent  
35 increase in health insurance premium coverage.

36 (12) \$207,000 of the general fund—state appropriation for fiscal  
37 year 2018 and \$208,000 of the general fund—state appropriation for  
38 fiscal year 2019 are provided solely for a one percent base rate  
39 increase for child care center providers.

1 (13) \$160,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$3,000 of the general fund—federal appropriation are  
3 provided solely for implementation of Second Substitute Senate Bill  
4 No. 5749 (children's mental health). If the bill is not enacted by  
5 June 30, 2017, the amounts provided in this subsection shall lapse.

6 (14) \$25,000 of the general fund—state appropriation for fiscal  
7 year 2018 is provided solely for an entity in Yakima county to  
8 provide advocacy and support services to children in foster care.

9 (15) \$250,000 of the general fund—state appropriation for fiscal  
10 year 2018 and \$250,000 of the general fund—state appropriation for  
11 fiscal year 2019 are provided solely to increase the travel  
12 reimbursement provided for the family preservation program.

13 (16) \$2,051,000 of the child welfare system improvement account  
14 appropriation is provided solely for implementation of Substitute  
15 Senate Bill No. 5890 (foster care and adoption). If the bill is not  
16 enacted by June 30, 2017, the amount provided in this subsection  
17 shall lapse.

18 (17) \$109,000 of the general fund—state appropriation for fiscal  
19 year 2018 and \$106,000 of the general fund—state appropriation for  
20 fiscal year 2019 are provided solely for implementation of Substitute  
21 Senate Bill No. 5864 (ending homelessness). If the bill is not  
22 enacted by June 30, 2017, the amounts provided in this subsection  
23 shall lapse.

24 NEW SECTION. **Sec. 203. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
25 **SERVICES—JUVENILE REHABILITATION PROGRAM**

26	General Fund—State Appropriation (FY 2018) . . . . .	\$93,168,000
27	General Fund—State Appropriation (FY 2019) . . . . .	\$92,747,000
28	General Fund—Federal Appropriation . . . . .	\$3,464,000
29	General Fund—Private/Local Appropriation . . . . .	\$1,985,000
30	Washington Auto Theft Prevention Authority Account—State	
31	Appropriation . . . . .	\$196,000
32	TOTAL APPROPRIATION. . . . .	\$191,560,000

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

35 (1) \$331,000 of the general fund—state appropriation for fiscal  
36 year 2018 and \$331,000 of the general fund—state appropriation for  
37 fiscal year 2019 are provided solely for deposit in the county  
38 criminal justice assistance account for costs to the criminal justice

1 system associated with the implementation of chapter 338, Laws of  
2 1997 (juvenile code revisions). The amounts provided in this  
3 subsection are intended to provide funding for county adult court  
4 costs associated with the implementation of chapter 338, Laws of 1997  
5 and shall be distributed in accordance with RCW 82.14.310.

6 (2) \$6,198,000 of the general fund—state appropriation for fiscal  
7 year 2018 and \$6,198,000 of the general fund—state appropriation for  
8 fiscal year 2019 are provided solely to implement community juvenile  
9 accountability grants pursuant to chapter 338, Laws of 1997 (juvenile  
10 code revisions). Funds provided in this subsection may be used solely  
11 for community juvenile accountability grants, administration of the  
12 grants, and evaluations of programs funded by the grants.

13 (3) The juvenile rehabilitation administration shall implement  
14 alcohol and substance abuse treatment programs for locally committed  
15 offenders. Funding for this purpose is provided through a memorandum  
16 of understanding with the department of social and health services  
17 alcohol and substance abuse program. The juvenile rehabilitation  
18 administration shall award these moneys on a competitive basis to  
19 counties that submitted a plan for the provision of services approved  
20 by the division of alcohol and substance abuse. The juvenile  
21 rehabilitation administration shall develop criteria for evaluation  
22 of plans submitted and a timeline for awarding funding and shall  
23 assist counties in creating and submitting plans for evaluation.

24 (4) \$2,841,000 of the general fund—state appropriation for fiscal  
25 year 2018 and \$2,841,000 of the general fund—state appropriation for  
26 fiscal year 2019 are provided solely for grants to county juvenile  
27 courts for the following juvenile justice programs identified by the  
28 Washington state institute for public policy (institute) in its:  
29 "Inventory of Evidence-based, Research-based, and Promising Practices  
30 for Prevention and Intervention Services for Children and Juveniles  
31 in the Child Welfare, Juvenile Justice, and Mental Health Systems."  
32 Additional funding for this purpose is provided through a memorandum  
33 of understanding with the department of social and health services  
34 alcohol and substance abuse program. County juvenile courts shall  
35 apply to the juvenile rehabilitation administration for funding for  
36 program-specific participation and the administration shall provide  
37 grants to the courts consistent with the per-participant treatment  
38 costs identified by the institute.

1 (5) \$1,537,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$1,537,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely for expansion of the following  
4 juvenile justice treatments and therapies in juvenile rehabilitation  
5 administration programs identified by the Washington state institute  
6 for public policy in its report: "Inventory of Evidence-based,  
7 Research-based, and Promising Practices for Prevention and  
8 Intervention Services for Children and Juveniles in the Child  
9 Welfare, Juvenile Justice, and Mental Health Systems." The  
10 administration may concentrate delivery of these treatments and  
11 therapies at a limited number of programs to deliver the treatments  
12 in a cost-effective manner.

13 (6)(a) The juvenile rehabilitation administration shall  
14 administer a block grant to county juvenile courts for the purpose of  
15 serving youth adjudicated in the county juvenile justice system.  
16 Funds dedicated to the block grant include: Consolidated juvenile  
17 service (CJS) funds, community juvenile accountability act (CJAA)  
18 grants, chemical dependency/mental health disposition alternative  
19 (CDDA), and suspended disposition alternative (SDA). The juvenile  
20 rehabilitation administration shall follow the following formula and  
21 will prioritize evidence-based programs and disposition alternatives  
22 and take into account juvenile courts program-eligible youth in  
23 conjunction with the number of youth served in each approved  
24 evidence-based program or disposition alternative: (i) Thirty-seven  
25 and one-half percent for the at-risk population of youth ten to  
26 seventeen years old; (ii) fifteen percent for moderate and high-risk  
27 youth; (iii) twenty-five percent for evidence-based program  
28 participation; (iv) seventeen and one-half percent for minority  
29 populations; (v) three percent for the chemical dependency  
30 disposition alternative; and (vi) two percent for the mental health  
31 and sentencing dispositional alternatives. Funding for the special  
32 sex offender disposition alternative (SSODA) shall not be included in  
33 the block grant, but allocated on the average daily population in  
34 juvenile courts. Funding for the evidence-based expansion grants  
35 shall be excluded from the block grant formula. Funds may be used for  
36 promising practices when approved by the juvenile rehabilitation  
37 administration and juvenile courts, through the community juvenile  
38 accountability act committee, based on the criteria established in  
39 consultation with Washington state institute for public policy and  
40 the juvenile courts.



1 (b) The juvenile rehabilitation administration and the juvenile  
2 courts shall establish a block grant funding formula oversight  
3 committee with equal representation from the juvenile rehabilitation  
4 administration and the juvenile courts. The purpose of this committee  
5 is to assess the ongoing implementation of the block grant funding  
6 formula, utilizing data-driven decision making and the most current  
7 available information. The committee will be cochaired by the  
8 juvenile rehabilitation administration and the juvenile courts, who  
9 will also have the ability to change members of the committee as  
10 needed to achieve its purpose. Initial members will include one  
11 juvenile court representative from the finance committee, the  
12 community juvenile accountability act committee, the risk assessment  
13 quality assurance committee, the executive board of the Washington  
14 association of juvenile court administrators, the Washington state  
15 center for court research, and a representative of the superior court  
16 judges association; two representatives from the juvenile  
17 rehabilitation administration headquarters program oversight staff,  
18 two representatives of the juvenile rehabilitation administration  
19 regional office staff, one representative of the juvenile  
20 rehabilitation administration fiscal staff and a juvenile  
21 rehabilitation administration division director. The committee may  
22 make changes to the formula categories other than the evidence-based  
23 program and disposition alternative categories if it is determined  
24 the changes will increase statewide service delivery or effectiveness  
25 of evidence-based program or disposition alternative resulting in  
26 increased cost benefit savings to the state. Long-term cost benefit  
27 must be considered. Percentage changes may occur in the evidence-  
28 based program or disposition alternative categories of the formula  
29 should it be determined the changes will increase evidence-based  
30 program or disposition alternative delivery and increase the cost  
31 benefit to the state. These outcomes will also be considered in  
32 determining when evidence-based expansion or special sex offender  
33 disposition alternative funds should be included in the block grant  
34 or left separate.

35 (c) The juvenile courts and administrative office of the courts  
36 shall be responsible for collecting and distributing information and  
37 providing access to the data systems to the juvenile rehabilitation  
38 administration and the Washington state institute for public policy  
39 related to program and outcome data. The juvenile rehabilitation  
40 administration and the juvenile courts will work collaboratively to

1 develop program outcomes that reinforce the greatest cost benefit to  
2 the state in the implementation of evidence-based practices and  
3 disposition alternatives.

4 (7) The juvenile courts and administrative office of the courts  
5 shall collect and distribute information related to program outcome  
6 and provide access to these data systems to the juvenile  
7 rehabilitation administration and Washington state institute for  
8 public policy. The agreements between administrative office of the  
9 courts, the juvenile courts, and the juvenile rehabilitation  
10 administration shall be executed to ensure that the juvenile  
11 rehabilitation administration receives the data that the juvenile  
12 rehabilitation administration identifies as needed to comply with  
13 this subsection. This includes, but is not limited to, information by  
14 program at the statewide aggregate level, individual court level, and  
15 individual client level for the purpose of the juvenile  
16 rehabilitation administration providing quality assurance and  
17 oversight for the locally committed youth block grant and associated  
18 funds and at times as specified by the juvenile rehabilitation  
19 administration as necessary to carry out these functions. The data  
20 shall be provided in a manner that reflects the collaborative work  
21 the juvenile rehabilitation administration and juvenile courts have  
22 developed regarding program outcomes that reinforce the greatest cost  
23 benefit to the state in the implementation of evidence-based  
24 practices and disposition alternatives.

25 (8) \$495,000 of the general fund—state appropriation for fiscal  
26 year 2018 and \$495,000 of the general fund—state appropriation for  
27 fiscal year 2019 are provided solely for funding of the teamchild  
28 project.

29 (9) \$283,000 of the general fund—state appropriation for fiscal  
30 year 2018 and \$283,000 of the general fund—state appropriation for  
31 fiscal year 2019 are provided solely for the juvenile detention  
32 alternatives initiative.

33 (10) \$500,000 of the general fund—state appropriation for fiscal  
34 year 2018 and \$500,000 of the general fund—state appropriation for  
35 fiscal year 2019 are provided solely for a grant program focused on  
36 criminal street gang prevention and intervention. The juvenile  
37 rehabilitation administration may award grants under this subsection.  
38 The juvenile rehabilitation administration shall give priority to  
39 applicants who have demonstrated the greatest problems with criminal

1 street gangs. Applicants composed of, at a minimum, one or more local  
 2 governmental entities and one or more nonprofit, nongovernmental  
 3 organizations that have a documented history of creating and  
 4 administering effective criminal street gang prevention and  
 5 intervention programs may apply for funding under this subsection.  
 6 Each entity receiving funds must report to the juvenile  
 7 rehabilitation administration on the number and types of youth  
 8 served, the services provided, and the impact of those services on  
 9 the youth and the community.

10 (11) The juvenile rehabilitation institutions may use funds  
 11 appropriated in this subsection to purchase services, goods, and  
 12 supplies through hospital group purchasing organizations when it is  
 13 cost-effective to do so.

14 (12) \$75,000 of the general fund—state appropriation for fiscal  
 15 year 2018 is provided solely for the department to coordinate the  
 16 examination of data associated with juvenile gang and firearm  
 17 offenses. The review of data must include information from the  
 18 administrator of the courts, the offices of the superintendent of  
 19 public instruction, the office of financial management—education  
 20 research data center, the Washington association of sheriffs and  
 21 police chiefs, the caseload forecast council, and the department of  
 22 corrections. For the purpose of carrying out the data review, named  
 23 organizations are authorized to share data to include details of  
 24 criminal arrest and conviction data. The department shall report to  
 25 the governor and the appropriate legislative committees by February  
 26 1, 2018, with any recommendations for public policy that increases  
 27 public safety.

28 **NEW SECTION. Sec. 204. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
 29 **SERVICES—MENTAL HEALTH PROGRAM**

30 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

31	General Fund—State Appropriation (FY 2018). . . . .	\$383,695,000
32	General Fund—State Appropriation (FY 2019). . . . .	\$405,902,000
33	General Fund—Federal Appropriation. . . . .	\$992,257,000
34	General Fund—Private/Local Appropriation. . . . .	\$17,864,000
35	Dedicated Marijuana Account—State Appropriation	
36	(FY 2018). . . . .	\$3,684,000
37	Dedicated Marijuana Account—State Appropriation	
38	(FY 2019). . . . .	\$3,684,000

1 TOTAL APPROPRIATION. . . . . \$1,807,086,000

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

4 (a) For the purposes of this subsection, the term "regional  
5 support networks," includes, effective April 1, 2016, behavioral  
6 health organizations which assume the duties of regional support  
7 networks pursuant to chapter 225, Laws of 2014 (2SSB 6312).

8 (b) \$81,180,000 of the general fund—state appropriation for  
9 fiscal year 2018 and \$81,180,000 of the general fund—state  
10 appropriation for fiscal year 2019 are provided solely for persons  
11 and services not covered by the medicaid program. To the extent  
12 possible, levels of regional support network spending shall be  
13 maintained in the following priority order: Crisis and commitment  
14 services; community inpatient services; and residential care  
15 services, including personal care and emergency housing assistance.  
16 The department must allow regional support networks to use medicaid  
17 capitation payments to provide services to medicaid enrollees that  
18 are in addition to those covered under the state plan in accordance  
19 with the conditions established under federal regulations governing  
20 medicaid managed care contracts and subject to federal approval by  
21 the center for medicaid and medicare services.

22 (c) \$6,590,000 of the general fund—state appropriation for fiscal  
23 year 2018, \$6,590,000 of the general fund—state appropriation for  
24 fiscal year 2019, and \$7,620,000 of the general fund—federal  
25 appropriation are provided solely for the department and regional  
26 support networks to continue to contract for implementation of high-  
27 intensity programs for assertive community treatment (PACT) teams. In  
28 determining the proportion of medicaid and nonmedicaid funding  
29 provided to regional support networks with PACT teams, the department  
30 shall consider the differences between regional support networks in  
31 the percentages of services and other costs associated with the teams  
32 that are not reimbursable under medicaid. The department may allow  
33 regional support networks which have nonmedicaid reimbursable costs  
34 that are higher than the nonmedicaid allocation they receive under  
35 this section to supplement these funds with local dollars or funds  
36 received under section 204(1)(e) of this act. The department and  
37 regional support networks shall maintain consistency with all  
38 essential elements of the PACT evidence-based practice model in  
39 programs funded under this section.

1 (d) The number of nonforensic beds allocated for use by  
2 behavioral health organizations at eastern state hospital shall be  
3 192 per day. The number of nonforensic beds allocated for use by  
4 behavioral health organizations at western state hospital shall be  
5 557 per day in fiscal year 2018. By transitioning patients with long  
6 term care needs into enhanced community settings and contracting with  
7 licensed local community hospitals for 48 local community hospital  
8 beds to provide treatment to individuals on a 90 or 180 day  
9 involuntary commitment order, the department must reduce the number  
10 of nonforensic beds allocated for use by behavioral health  
11 organizations at western state hospital to 497 beginning January 1,  
12 2019. The department must allocate the 48 local community hospital  
13 beds to the behavioral health organizations according to the current  
14 allocation methodology for western state hospital beds as a  
15 replacement for the reduction in western state hospital beds.

16 (e) \$5,571,000 of the general fund—state appropriation for  
17 fiscal year 2019 and \$4,941,000 of the general fund—federal  
18 appropriation are provided solely for the department to contract with  
19 community hospitals for up to 48 beds certified for long-term  
20 inpatient psychiatric care, beginning January 1, 2019, to serve  
21 patients court-ordered for 90 or 180 day stays under the involuntary  
22 treatment act.

23 (f) \$1,801,000 of the general fund—state appropriation for fiscal  
24 year 2018 and \$1,811,000 of the general fund—state appropriation for  
25 fiscal year 2019 are provided solely for the department to implement  
26 an increase to inpatient psychiatric rates for care provided in  
27 community hospitals. The department will work with the health care  
28 authority and the office of financial management to implement this  
29 policy.

30 (g) From the general fund—state appropriations in this  
31 subsection, the secretary of social and health services shall assure  
32 that regional support networks reimburse the aging and disability  
33 services administration for the general fund—state cost of medicaid  
34 personal care services that enrolled regional support network  
35 consumers use because of their psychiatric disability.

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

1 (i) \$750,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$750,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely to continue performance-based  
4 incentive contracts to provide appropriate community support services  
5 for individuals with severe mental illness who were discharged from  
6 the state hospitals as part of the expanding community services  
7 initiative. These funds will be used to enhance community residential  
8 and support services provided by regional support networks through  
9 other state and federal funding.

10 (j) \$1,125,000 of the general fund—state appropriation for fiscal  
11 year 2018 and \$1,125,000 of the general fund—state appropriation for  
12 fiscal year 2019 are provided solely for the Spokane regional support  
13 network to implement services to reduce utilization and the census at  
14 eastern state hospital. Such services shall include:

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

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

21 (iii) Mental health services provided in nursing facilities to  
22 individuals with dementia, and consultation to facility staff  
23 treating those individuals; and

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

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

30 (k) \$1,204,000 of the general fund—state appropriation for fiscal  
31 year 2018 and \$1,204,000 of the general fund—state appropriation for  
32 fiscal year 2019 are provided solely to reimburse Pierce and Spokane  
33 counties for the cost of conducting 180-day commitment hearings at  
34 the state psychiatric hospitals.

35 (l) Regional support networks may use local funds to earn  
36 additional federal medicaid match, provided the locally matched rate  
37 does not exceed the upper-bound of their federally allowable rate  
38 range, and provided that the enhanced funding is used only to provide  
39 medicaid state plan or waiver services to medicaid clients.

1 Additionally, regional support networks may use a portion of the  
2 state funds allocated in accordance with (b) of this subsection to  
3 earn additional medicaid match, but only to the extent that the  
4 application of such funds to medicaid services does not diminish the  
5 level of crisis and commitment, community inpatient, residential  
6 care, and outpatient services presently available to persons not  
7 eligible for medicaid.

8 (m) \$2,291,000 of the general fund—state appropriation for fiscal  
9 year 2018 and \$2,291,000 of the general fund—state appropriation for  
10 fiscal year 2019 are provided solely for mental health services for  
11 mentally ill offenders while confined in a county or city jail and  
12 for facilitating access to programs that offer mental health services  
13 upon release from confinement.

14 (n) Within the amounts appropriated in this section, funding is  
15 provided for the department to develop and phase in intensive mental  
16 health services for high needs youth consistent with the settlement  
17 agreement in *T.R. v. Dreyfus and Porter*.

18 (o) \$9,184,000 of the general fund—state appropriation for fiscal  
19 year 2018, \$11,405,000 of the general fund—state appropriation for  
20 fiscal year 2019, and \$17,680,000 of the general fund—federal  
21 appropriation are provided solely for enhancement of community mental  
22 health services. The department must contract these funds for the  
23 operation of community programs in which the department determines  
24 there is a need for capacity that allows individuals to be diverted  
25 or transitioned from the state hospitals including but not limited  
26 to: (i) Community hospital or free standing evaluation and treatment  
27 services providing short-term detention and commitment services under  
28 the involuntary treatment act to be located in the geographic areas  
29 of the King regional support network, the Spokane regional support  
30 network outside of Spokane county, and the Thurston Mason regional  
31 support network; (ii) one new full program of an assertive community  
32 treatment team in the King regional support network and two new half  
33 programs of assertive community treatment teams in the Spokane  
34 regional support network and the Pierce regional support network; and  
35 (iii) three new recovery support services programs in the Grays  
36 Harbor regional support network, the greater Columbia regional  
37 support network, and the north sound regional support network. In  
38 contracting for community evaluation and treatment services, the  
39 department may not use these resources in facilities that meet the

1 criteria to be classified under federal law as institutions for  
2 mental diseases. If the department is unable to come to a contract  
3 agreement with a designated regional support network for any of the  
4 services identified above, it may consider contracting for that  
5 service in another regional support network that has the need for  
6 such service.

7 (p) \$1,500,000 of the general fund—state appropriation for fiscal  
8 year 2019 and \$1,500,000 of the general fund—federal appropriation  
9 are provided solely to implement clubhouses as a statewide medicaid  
10 program under the department's 1915(b) waiver services. The  
11 department must take appropriate steps to amend its waiver with the  
12 center for medicare and medicaid services to authorize clubhouse  
13 services beginning July 1, 2018. If the department is unable to  
14 obtain a waiver for these services, the department must report to the  
15 governor and appropriate committees of the legislature by December  
16 10, 2017, identifying any barriers to obtaining the amendment and the  
17 steps taken to comply with this requirement.

18 (q) \$6,858,000 of the general fund—state appropriation for fiscal  
19 year 2019 and \$4,023,000 of the general fund—federal appropriation  
20 are provided solely to establish a combination of six new crisis  
21 walk-in or stabilization facilities, with the placement of at least  
22 two facilities in King county and one in Pierce county. Walk-in  
23 centers will allow individuals in mental health crisis to stay up to  
24 23 hours under observation with stabilization centers allowing  
25 slightly longer short-term stays. Services in crisis walk-in centers  
26 may include crisis stabilization and intervention, individual  
27 counseling, peer support, medication management, education, and  
28 referral assistance. The department shall coordinate placement of  
29 crisis centers not identified in this subsection, to maximize  
30 coverage and to avoid potential duplication of crisis services. The  
31 department shall monitor each center's effectiveness at lowering the  
32 rate of state psychiatric hospital admissions.

33 (r) \$1,000 of the general fund—state appropriation for fiscal  
34 year 2018 and \$2,000 of the general fund—state appropriation for  
35 fiscal year 2019 are provided solely for the implementation of Senate  
36 Bill No. 5118 (personal needs allowance). If the bill is not enacted  
37 by June 30, 2017, the amounts provided in this subsection shall  
38 lapse.

39 (2) INSTITUTIONAL SERVICES



1	General Fund—State Appropriation (FY 2018). . . . .	\$244,523,000
2	General Fund—State Appropriation (FY 2019). . . . .	\$251,628,000
3	General Fund—Federal Appropriation. . . . .	\$147,533,000
4	General Fund—Private/Local Appropriation. . . . .	\$52,428,000
5	TOTAL APPROPRIATION. . . . .	\$696,112,000

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

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

11 (b) \$26,358,000 of the general fund—state appropriation for  
12 fiscal year 2018 and \$26,358,000 of the general fund—state  
13 appropriation for fiscal year 2019 are provided solely to meet the  
14 requirements of the systems improvement agreement with the centers  
15 for medicare and medicaid services as outlined in seven conditions of  
16 participation and to maintain federal funding. The department shall  
17 specifically account for all spending related to the agreement and  
18 reconcile it back to the original funding plan. The department shall  
19 report back to the governor and the appropriate legislative  
20 committees every six months beginning December 1, 2017, regarding  
21 current spending, to include any underspending, and progress towards  
22 meeting the federal requirements.

23 (c) \$311,000 of the general fund—state appropriation for fiscal  
24 year 2018 and \$310,000 of the general fund—state appropriation for  
25 fiscal year 2019 are provided solely for a community partnership  
26 between western state hospital and the city of Lakewood to support  
27 community policing efforts in the Lakewood community surrounding  
28 western state hospital. The amounts provided in this subsection  
29 (2)(b) are for the salaries, benefits, supplies, and equipment for  
30 one full-time investigator, one full-time police officer, and one  
31 full-time community service officer at the city of Lakewood.

32 (d) \$231,000 of the general fund—state appropriation for fiscal  
33 year 2019 is provided solely for a community partnership between  
34 eastern state hospital and the city of Medical Lake to support  
35 community policing efforts in the community surrounding eastern state  
36 hospital. The amount provided in this subsection must be negotiated  
37 and result in an agreement to include dedicated staff and services at  
38 eastern state hospital similar to the program implemented by the city  
39 of Lakewood for western state hospital.

1 (e) \$45,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$45,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely for payment to the city of  
4 Lakewood for police services provided by the city at western state  
5 hospital and adjacent areas.

6 (f) \$19,000 of the general fund—state appropriation for fiscal  
7 year 2018 and \$19,000 of the general fund—state appropriation for  
8 fiscal year 2019 are provided solely for payment to the city of  
9 Medical Lake for police services provided by the city at eastern  
10 state hospital and adjacent areas.

11 (g) \$28,053,000 of the general fund—state appropriation for  
12 fiscal year 2018 and \$28,053,000 of the general fund—state  
13 appropriation for fiscal year 2019 are provided solely for competency  
14 restoration beds. These funds must be used to maintain current  
15 forensic beds and to increase forensic bed capacity at western state  
16 hospital and eastern state hospital. The department may contract some  
17 of these amounts for forensic beds at alternative locations if the  
18 secretary determines that is necessary to do so.

19 (h) The appropriations in this section include sufficient funding  
20 for the implementation of Senate Bill No. 5894 (behavioral health  
21 system).

22 (3) SPECIAL PROJECTS

23	General Fund—State Appropriation (FY 2018). . . . .	\$498,000
24	General Fund—State Appropriation (FY 2019). . . . .	\$499,000
25	General Fund—Federal Appropriation. . . . .	\$6,294,000
26	TOTAL APPROPRIATION. . . . .	\$7,291,000

27 The appropriations in this subsection are subject to the  
28 following conditions and limitations: \$446,000 of the general fund—  
29 state appropriation for fiscal year 2018, \$446,000 of the general  
30 fund—state appropriation for fiscal year 2019, and \$178,000 of the  
31 general fund—federal appropriation are provided solely for the  
32 University of Washington's evidence-based practice institute which  
33 supports the identification, evaluation, and implementation of  
34 evidence-based or promising practices. The institute must work with  
35 the department to develop a plan to seek private, federal, or other  
36 grant funding in order to reduce the need for state general funds.

37 (4) PROGRAM SUPPORT

38	General Fund—State Appropriation (FY 2018). . . . .	\$9,937,000
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1	General Fund—State Appropriation (FY 2019). . . . .	\$9,288,000
2	General Fund—Federal Appropriation. . . . .	\$11,859,000
3	General Fund—Private/Local Appropriation. . . . .	\$502,000
4	Performance Audits of Government Account—State	
5	Appropriation. . . . .	\$325,000
6	TOTAL APPROPRIATION. . . . .	\$31,911,000

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

9       (a) In accordance with RCW 43.20B.110, 43.135.055, and 71.24.035,  
10 the department is authorized to adopt license and certification fees  
11 in fiscal years 2018 and 2019 to support the costs of the regulatory  
12 program. The department's fee schedule shall have differential rates  
13 for providers with proof of accreditation from organizations that the  
14 department has determined to have substantially equivalent standards  
15 to those of the department, including but not limited to the joint  
16 commission on accreditation of health care organizations, the  
17 commission on accreditation of rehabilitation facilities, and the  
18 council on accreditation. To reflect the reduced costs associated  
19 with regulation of accredited programs, the department's fees for  
20 organizations with such proof of accreditation must reflect the lower  
21 costs of licensing for these programs than for other organizations  
22 which are not accredited.

23       (b) Within the amounts appropriated in this section, funding is  
24 provided for the department to continue to develop the child  
25 adolescent needs and strengths assessment tool and build workforce  
26 capacity to provide evidence based wraparound services for children,  
27 consistent with the settlement agreement in *T.R. v. Dreyfus and*  
28 *Porter*.

29       (c) \$62,000 of the general fund—state appropriation for fiscal  
30 year 2018 and \$41,000 of the general fund—federal appropriation are  
31 provided solely for the implementation of Second Substitute Senate  
32 Bill No. 5749 (children's mental health). If the bill is not enacted  
33 by June 30, 2017, the amounts provided in this subsection shall  
34 lapse.

35       (d) \$325,000 of the performance audit of state government account  
36 —state appropriation is provided solely for the department to conduct  
37 a zero-based budget review of the division of mental health to be  
38 submitted with their 2019-2021 biennial budget request. Information

1 and analysis submitted by the department for the zero-based review  
2 under this subsection shall include:

3 (i) A statement of the statutory basis or other basis for the  
4 creation of each program and the history of each program that is  
5 being reviewed;

6 (ii) A description of how each program fits within the strategic  
7 plan and goals of the agency and an analysis of the quantified  
8 objectives of each program within the agency;

9 (iii) Any available performance measures indicating the  
10 effectiveness and efficiency of each program;

11 (iv) A description with supporting cost and staffing data of each  
12 program and the populations served by each program, and the level of  
13 funding and staff required to accomplish the goals of the program if  
14 different than the actual maintenance level;

15 (v) An analysis of the major costs and benefits of operating each  
16 program and the rationale for specific expenditure and staffing  
17 levels;

18 (vi) An analysis estimating each program's administrative and  
19 other overhead costs;

20 (vii) An analysis of the levels of services provided; and

21 (viii) An analysis estimating the amount of funds or benefits  
22 that actually reach the intended recipients.

23 **NEW SECTION. Sec. 205. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
24 **SERVICES—DEVELOPMENTAL DISABILITIES PROGRAM**

25 (1) COMMUNITY SERVICES

26	General Fund—State Appropriation (FY 2018)	. . . . .	\$595,791,000
27	General Fund—State Appropriation (FY 2019)	. . . . .	\$626,694,000
28	General Fund—Federal Appropriation	. . . . .	\$1,238,794,000
29	General Fund—Private/Local Appropriation	. . . . .	\$534,000
30	TOTAL APPROPRIATION.	. . . . .	\$2,461,813,000

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

33 (a) Individuals receiving services as supplemental security  
34 income (SSI) state supplemental payments shall not become eligible  
35 for medical assistance under RCW 74.09.510 due solely to the receipt  
36 of SSI state supplemental payments.

37 (b) In accordance with RCW 18.51.050, 18.20.050, 70.128.060, and  
38 43.135.055, the department is authorized to increase nursing

1 facility, assisted living facility, and adult family home fees as  
2 necessary to fully support the actual costs of conducting the  
3 licensure, inspection, and regulatory programs. The license fees may  
4 not exceed the department's annual licensing and oversight activity  
5 costs and shall include the department's cost of paying providers for  
6 the amount of the license fee attributed to medicaid clients.

7 (i) The current annual renewal license fee for adult family homes  
8 shall be \$225 per bed beginning in fiscal year 2018 and \$225 per bed  
9 beginning in fiscal year 2019. A processing fee of \$2,750 shall be  
10 charged to each adult family home when the home is initially  
11 licensed. This fee is nonrefundable.

12 (ii) The current annual renewal license fee for assisted living  
13 facilities shall be \$106 per bed beginning in fiscal year 2018 and  
14 \$106 per bed beginning in fiscal year 2019.

15 (iii) The current annual renewal license fee for nursing  
16 facilities shall be \$359 per bed beginning in fiscal year 2018 and  
17 \$359 per bed beginning in fiscal year 2019.

18 (c) \$25,400,000 of the general fund—state appropriation for  
19 fiscal year 2019 and \$32,318,000 of the general fund—federal  
20 appropriation are provided solely for health benefits for homecare  
21 workers at a rate of \$3.04 per department paid hour of work provided  
22 to a multi-employer health benefits trust. This rate is sufficient to  
23 ensure that no beneficiaries will lose health benefits, dental  
24 benefits, or vision benefits, but modifications to the benefit plan,  
25 reserve levels, ancillary programs, or trust operating costs may be  
26 necessary. Modifications to the benefit plan may include, but are not  
27 limited to, monthly premiums, medical deductibles, prescription drug  
28 copayments, medical out-of-pocket limits, hospital inpatient  
29 copayments, and hospital outpatient services copayments.

30 (d) The department is authorized to establish limited exemption  
31 criteria in rule to address RCW 74.39A.325 when a landline phone is  
32 not available to the employee.

33 (e) The department may authorize a one-time waiver of all or any  
34 portion of the licensing and processing fees required under RCW  
35 70.128.060 in any case in which the department determines that an  
36 adult family home is being relicensed because of exceptional  
37 circumstances, such as death or incapacity of a provider, and that to  
38 require the full payment of the licensing and processing fees would  
39 present a hardship to the applicant. In these situations the  
40 department is also granted the authority to waive the required

1 residential administrator training for a period of 120 days if  
2 necessary to ensure continuity of care during the relicensing  
3 process.

4 (f) Community residential cost reports that are submitted by or  
5 on behalf of contracted agency providers are required to include  
6 information about agency staffing including health insurance, wages,  
7 number of positions, and turnover.

8 (g) \$152,000 of the general fund—state appropriation for fiscal  
9 year 2018, \$143,000 of the general fund—state appropriation for  
10 fiscal year 2019, and \$295,000 of the general fund—federal  
11 appropriation are provided solely for discharge case managers  
12 stationed at the state psychiatric hospitals. Discharge case managers  
13 will transition clients ready for hospital discharge into less  
14 restrictive alternative community placements. The transition of  
15 clients ready for discharge will free up bed capacity at the state  
16 psychiatric hospitals.

17 (h) \$1,239,000 of the general fund—state appropriation for fiscal  
18 year 2018, \$2,055,000 of the general fund—state appropriation for  
19 fiscal year 2019, and \$3,218,000 of the general fund—federal  
20 appropriation are provided solely to create new community alternative  
21 placement beds that prioritize the transition of clients ready for  
22 discharge from the state psychiatric hospitals, but who have  
23 additional long-term care or developmental disability needs.  
24 Community alternative placement beds include enhanced service  
25 facility beds, adult family home beds, skilled nursing facility beds,  
26 shared supportive housing beds, assisted living facility beds, state  
27 operated living facilities, and state operated living alternatives.  
28 In development of bed capacity, the department shall consider the  
29 complex needs of individuals waiting for discharge from the state  
30 psychiatric hospitals.

31 (i) By January 1, 2019, the department is directed to implement a  
32 consumer-directed Medicaid program, which is intended to be a  
33 voluntary alternative option for individuals with long-term care  
34 needs or individuals with developmental disabilities who choose to  
35 receive personal care services from a family member. Services under  
36 the new Medicaid program may include, but are not limited to,  
37 bathing, bed mobility, body care, dressing, eating, locomotion,  
38 medication management, toilet use, transfer, and personal hygiene.

1 (j) \$738,000 of the general fund—state appropriation for fiscal  
2 year 2018, \$1,963,000 of the general fund—state appropriation for  
3 fiscal year 2019, and \$2,701,000 of the general fund—federal  
4 appropriation are provided solely for expanding the number of clients  
5 receiving services under the basic plus Medicaid waiver.  
6 Approximately six hundred additional clients are anticipated to  
7 graduate from high school during the 2017-2019 fiscal biennium and  
8 will receive employment services under this expansion.

9 (k) \$840,000 of the general fund—state appropriation for fiscal  
10 year 2018, \$3,300,000 of the general fund—state appropriation for  
11 fiscal year 2019, and \$3,960,000 of the general fund—federal  
12 appropriation are provided solely for transitioning clients from  
13 Fircrest school residential habilitation center into community  
14 settings. The department must explore placements in community  
15 settings through the roads to community living program, whenever  
16 possible. The transition of clients must be commenced during the  
17 2017-2019 fiscal biennium.

18 (l) \$10,366,000 of the general fund—state appropriation for  
19 fiscal year 2018, \$21,877,000 of the general fund—state appropriation  
20 for fiscal year 2019, and \$33,648,000 of the general fund—federal  
21 appropriation are provided solely for a vendor rate increase of two  
22 percent in fiscal year 2018 and an additional two percent in fiscal  
23 year 2019 for all contracted vendors except nursing home providers  
24 and the program of all inclusive care for the elderly.

25 (m) \$5,000 of the general fund—state appropriation for fiscal  
26 year 2018, \$15,000 of the general fund—state appropriation for fiscal  
27 year 2019, and \$15,000 of the general fund—federal appropriation are  
28 provided solely to implement Senate Bill No. 5118 (personal needs  
29 allowance). If the bill is not enacted by June 30, 2017, the amounts  
30 provided in this subsection shall lapse.

31 (n) \$550,000 of the general fund—state appropriation for fiscal  
32 year 2018, \$550,000 of the general fund—state appropriation for  
33 fiscal year 2019, and \$1,100,000 of the general fund—federal  
34 appropriation are provided solely to implement Second Substitute  
35 Senate Bill No. 5201 (employment services and community access). If  
36 the bill is not enacted by June 30, 2017, the amounts provided in  
37 this subsection shall lapse.

38 (o) \$560,000 of the general fund—state appropriation for fiscal  
39 year 2018, \$570,000 of the general fund—state appropriation for

1 fiscal year 2019, and \$1,130,000 of the general fund—federal  
2 appropriation are provided solely to implement Senate Bill No. 5014  
3 (benchmark rate in Snohomish county). If the bill is not enacted by  
4 June 30, 2017, the amounts provided in this subsection shall lapse.

5 (p) \$101,000 of the general fund—state appropriation for fiscal  
6 year 2018, \$101,000 of the general fund—state appropriation for  
7 fiscal year 2019, and \$201,000 of the general fund—federal  
8 appropriation are provided solely to increase the daily rate for  
9 private duty nursing in adult family homes by \$127.54.

10 (2) INSTITUTIONAL SERVICES

11	General Fund—State Appropriation (FY 2018)	\$97,375,000
12	General Fund—State Appropriation (FY 2019)	\$71,210,000
13	General Fund—Federal Appropriation	\$178,981,000
14	General Fund—Private/Local Appropriation	\$24,843,000
15	State Efficiency and Restructuring Account	
16	Appropriation	\$25,000,000
17	TOTAL APPROPRIATION	\$397,409,000

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

20 (a) Individuals receiving services as supplemental security  
21 income (SSI) state supplemental payments shall not become eligible  
22 for medical assistance under RCW 74.09.510 due solely to the receipt  
23 of SSI state supplemental payments.

24 (b) \$495,000 of the general fund—state appropriation for fiscal  
25 year 2018 and \$495,000 of the general fund—state appropriation for  
26 fiscal year 2019 are for the department to fulfill its contracts with  
27 the school districts under chapter 28A.190 RCW to provide  
28 transportation, building space, and other support services as are  
29 reasonably necessary to support the educational programs of students  
30 living in residential habilitation centers.

31 (c) The department is directed to transition clients from  
32 Fircrest school residential habilitation center into community  
33 settings, nursing facilities, or other residential habilitation  
34 centers. The department must explore placements in community settings  
35 through the roads to community living program, whenever possible. The  
36 transition of clients must be commenced during the 2017-2019 fiscal  
37 biennium.



(d) \$5,000 of the general fund—state appropriation for fiscal year 2018, \$16,000 of the general fund—state appropriation for fiscal year 2019, and \$16,000 of the general fund—federal appropriation are provided solely to implement Senate Bill No. 5118 (personal needs allowance). If the bill is not enacted by June 30, 2017, the amounts provided in this subsection shall lapse.

(e) Within existing funds, the department must implement Senate Bill No. 5646 (services provided by residential habilitation centers), which removes the requirement that Yakima valley school will cease to exist as a residential habilitation center when the census of permanent admissions reaches sixteen residents.

(3) PROGRAM SUPPORT

General Fund—State Appropriation (FY 2018)	\$2,378,000
General Fund—State Appropriation (FY 2019)	\$2,377,000
General Fund—Federal Appropriation	\$2,892,000
TOTAL APPROPRIATION.	\$7,647,000

(4) SPECIAL PROJECTS

General Fund—State Appropriation (FY 2018)	\$64,000
General Fund—State Appropriation (FY 2019)	\$64,000
General Fund—Federal Appropriation	\$1,092,000
TOTAL APPROPRIATION.	\$1,220,000

**NEW SECTION. Sec. 206. FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—AGING AND ADULT SERVICES PROGRAM**

General Fund—State Appropriation (FY 2018)	\$1,072,701,000
General Fund—State Appropriation (FY 2019)	\$1,133,990,000
General Fund—Federal Appropriation	\$2,734,593,000
General Fund—Private/Local Appropriation	\$33,572,000
Traumatic Brain Injury Account—State Appropriation	\$4,540,000
Skilled Nursing Facility Net Trust Fund—State Appropriation	\$133,360,000
TOTAL APPROPRIATION.	\$5,112,756,000

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

(1)(a) For purposes of implementing chapter 74.46 RCW, the weighted average nursing facility payment rate shall not exceed \$216.76 for fiscal year 2018 and shall not exceed \$224.67 for fiscal year 2019. However, if the waiver requested from the federal centers

1 for medicare and medicaid services in relation to the safety net  
2 assessment is for any reason disapproved, the weighted average  
3 nursing facility payment rate shall not exceed \$198.22 for fiscal  
4 year 2018 and shall not exceed \$205.90 for fiscal year 2019.

5 (b) The department shall provide a medicaid rate add-on to  
6 reimburse the medicaid share of the skilled nursing facility safety  
7 net assessment as a medicaid allowable cost. The nursing facility  
8 safety net rate add-on may not be included in the calculation of the  
9 annual statewide weighted average nursing facility payment rate.

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

18 (a) The current annual renewal license fee for adult family homes  
19 shall be \$225 per bed beginning in fiscal year 2018 and \$225 per bed  
20 beginning in fiscal year 2019. A processing fee of \$2,750 shall be  
21 charged to each adult family home when the home is initially  
22 licensed. This fee is nonrefundable. A processing fee of \$700 shall  
23 be charged when adult family home providers file a change of  
24 ownership application.

25 (b) The current annual renewal license fee for assisted living  
26 facilities shall be \$106 per bed beginning in fiscal year 2018 and  
27 \$106 per bed beginning in fiscal year 2019.

28 (c) The current annual renewal license fee for nursing facilities  
29 shall be \$359 per bed beginning in fiscal year 2018 and \$359 per bed  
30 beginning in fiscal year 2019.

31 (3) The department is authorized to place long-term care clients  
32 residing in nursing homes and paid for with state only funds into  
33 less restrictive community care settings while continuing to meet the  
34 client's care needs.

35 (4) In accordance with chapter 74.46 RCW, the department shall  
36 issue no additional certificates of capital authorization for fiscal  
37 year 2018 and no new certificates of capital authorization for fiscal  
38 year 2019 and shall grant no rate add-ons to payment rates for  
39 capital improvements not requiring a certificate of need and a  
40 certificate of capital authorization for fiscal years 2018 and 2019.

1 (5) \$1,840,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$1,877,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely for operation of the volunteer  
4 services program. Funding shall be prioritized towards serving  
5 populations traditionally served by long-term care services to  
6 include senior citizens and persons with disabilities.

7 (6) The department is directed to implement a consumer-directed  
8 medicaid program, which is intended to be a voluntary alternative  
9 option for individuals with long-term care needs or individuals with  
10 developmental disabilities who choose to receive personal care  
11 services from a family member. Services under the new medicaid  
12 program may include, but are not limited to, bathing, bed mobility,  
13 body care, dressing, eating, locomotion, medication management,  
14 toilet use, transfer, and personal hygiene.

15 (7) The department may authorize a one-time waiver of all or any  
16 portion of the licensing and processing fees required under RCW  
17 70.128.060 in any case in which the department determines that an  
18 adult family home is being relicensed because of exceptional  
19 circumstances, such as death or incapacity of a provider, and that to  
20 require the full payment of the licensing and processing fees would  
21 present a hardship to the applicant. In these situations the  
22 department is also granted the authority to waive the required  
23 residential administrator training for a period of 120 days if  
24 necessary to ensure continuity of care during the relicensing  
25 process.

26 (8) \$450,000 of the general fund—state appropriation for fiscal  
27 year 2018, \$443,000 of the general fund—state appropriation for  
28 fiscal year 2019, and \$896,000 of the general fund—federal  
29 appropriation are provided solely for discharge case managers  
30 stationed at the state psychiatric hospitals. Discharge case managers  
31 will transition clients ready for hospital discharge into less  
32 restrictive alternative community placements. The transition of  
33 clients ready for discharge will free up bed capacity at the state  
34 psychiatric hospitals.

35 (9) \$406,000 of the general fund—state appropriation for fiscal  
36 year 2018, \$377,000 of the general fund—state appropriation for  
37 fiscal year 2019, and \$778,000 of the general fund—federal  
38 appropriation are provided solely for financial service specialists  
39 stationed at the state psychiatric hospitals. Financial service

1 specialists will help to transition clients ready for hospital  
2 discharge into alternative community placements. The transition of  
3 clients ready for discharge will free up bed capacity at the state  
4 hospitals.

5 (10) \$4,561,000 of the general fund—state appropriation for  
6 fiscal year 2018, \$8,309,000 of the general fund—state appropriation  
7 for fiscal year 2019, and \$11,807,000 of the general fund—federal  
8 appropriation are provided solely to create new community alternative  
9 placement beds that prioritize the transition of clients ready for  
10 discharge from the state psychiatric hospitals, but who have  
11 additional long-term care or developmental disability needs.  
12 Community alternative placement beds include enhanced service  
13 facility beds, adult family home beds, skilled nursing facility beds,  
14 shared supportive housing beds, assisted living facility beds, state  
15 operated living facilities, and state operated living alternatives.  
16 In development of bed capacity, the department shall consider the  
17 complex needs of individuals waiting for discharge from the state  
18 psychiatric hospitals.

19 (11) The department is authorized to establish limited exemption  
20 criteria in rule to address RCW 74.39A.325 when a landline phone is  
21 not available to the employee.

22 (12) In accordance with RCW 18.390.030, the biennial registration  
23 fee for continuing care retirement communities shall be \$1,889 for  
24 each facility.

25 (13) \$20,000 of the general fund—state appropriation for fiscal  
26 year 2018, \$36,000 of the general fund—state appropriation for fiscal  
27 year 2019, and \$56,000 of the general fund—federal appropriation are  
28 provided solely to hold medicaid nursing facility payment rates for  
29 public hospital district providers in rural communities as defined  
30 under chapter 70.44 RCW to a minimum of June 30, 2016, reimbursement  
31 levels. Medicaid nursing facility payment rates for public hospital  
32 district providers in rural communities compensated at June 30, 2016,  
33 reimbursement levels are not subject to RCW 74.46.561(10).

34 (14) \$41,388,000 of the general fund—federal appropriation is  
35 provided solely for the implementation of strategy two of the  
36 medicaid transformation waiver.

37 (15) The department is directed to implement a consumer-directed  
38 medicaid program, which is intended to be a voluntary alternative  
39 option for individuals with long-term care needs or individuals with

1 developmental disabilities who choose to receive personal care  
2 services from a family member. Services under the new medicaid  
3 program may include, but are not limited to, bathing, bed mobility,  
4 body care, dressing, eating, locomotion, medication management,  
5 toilet use, transfer, and personal hygiene.

6 (16) \$65,300,000 of the general fund—state appropriation for  
7 fiscal year 2019 and \$83,100,000 of the general fund—federal  
8 appropriation are provided solely for health benefits for home care  
9 workers at a rate of \$3.04 per department paid hour of work provided  
10 to a multi-employer health benefits trust. This rate is sufficient to  
11 ensure that no beneficiaries will lose health benefits, dental  
12 benefits, or vision benefits, but modifications to the benefit plan,  
13 reserve levels, ancillary programs, or trust operating costs may be  
14 necessary. Modifications to the benefit plan may include, but are not  
15 limited to, monthly premiums, medical deductibles, prescription drug  
16 co-payments, medical out-of-pocket limits, hospital inpatient co-  
17 payments, and hospital outpatient services co-payments.

18 (17) \$14,023,000 of the general fund—state appropriation for  
19 fiscal year 2018, \$29,893,000 of the general fund—state appropriation  
20 for fiscal year 2019, and \$54,678,000 of the general fund—federal  
21 appropriation are provided solely for a vendor rate increase of two  
22 percent in fiscal year 2018 and an additional two percent in fiscal  
23 year 2019 for all contracted vendors except nursing home providers  
24 and the program of all inclusive care for the elderly.

25 (18) \$200,000 of the general fund—state appropriation for fiscal  
26 year 2018, \$850,000 of the general fund—state appropriation for  
27 fiscal year 2019, and \$1,050,000 of the general fund—federal  
28 appropriation are provided solely for transitioning clients from  
29 Fircrest school residential habilitation center into nursing  
30 facilities. The transition of clients must be commenced during the  
31 2017-2019 fiscal biennium.

32 (19) \$44,000 of the general fund—state appropriation for fiscal  
33 year 2018, \$130,000 of the general fund—state appropriation for  
34 fiscal year 2019, and \$160,000 of the general fund—federal  
35 appropriation are provided solely to implement Senate Bill No. 5118  
36 (personal needs allowance). If the bill is not enacted by June 30,  
37 2017, the amounts provided in this subsection shall lapse.

38 (20) \$1,500,000 of the general fund—state appropriation for  
39 fiscal year 2018 and \$1,500,000 of the general fund—state

1 appropriation for fiscal year 2019 are provided solely to implement  
2 Senate Bill No. 5736 (nutrition assistance for older adults). If the  
3 bill is not enacted by June 30, 2017, the amounts provided in this  
4 subsection shall lapse.

5 (21) \$275,000 of the general fund—state appropriation for fiscal  
6 year 2018 and \$2,479,000 of the general fund—federal appropriation  
7 are provided solely to finish the programming necessary to give the  
8 department the ability to pay individual provider overtime when hours  
9 over 40 hours per week are authorized for payment and are subject to  
10 the conditions, limitations, and review provided in section 724 of  
11 this act.

12 (22) \$5,300,000 of the general fund—state appropriation for  
13 fiscal year 2018, \$5,600,000 of the general fund—state appropriation  
14 for fiscal year 2019, and \$10,900,000 of the general fund—federal  
15 appropriation are provided solely to implement Senate Bill No. 5715  
16 (nursing home direct care payments). If the bill is not enacted by  
17 June 30, 2017, the amounts provided in this subsection shall lapse.

18 (23) Within existing appropriations, no later than November 30,  
19 2017, the department shall report to the appropriate policy and  
20 fiscal committees of the legislature with options for redesigning the  
21 medicaid payment methodology for assisted living, adult residential  
22 care, and enhanced adult residential care. The report must include  
23 options identified during a work group process that includes relevant  
24 stakeholders and is facilitated by the department.

25 (24) \$458,000 of the general fund—state appropriation for fiscal  
26 year 2018, \$458,000 of the general fund—state appropriation for  
27 fiscal year 2019, and \$916,000 of the general fund—federal  
28 appropriation are provided solely to increase the daily rate for  
29 private duty nursing in adult family homes by \$127.54.

30 NEW SECTION. **Sec. 207. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
31 **SERVICES—ECONOMIC SERVICES PROGRAM**

32	General Fund—State Appropriation (FY 2018)	\$351,324,000
33	General Fund—State Appropriation (FY 2019)	\$361,924,000
34	General Fund—Federal Appropriation	\$1,411,053,000
35	General Fund—Private/Local Appropriation	\$5,144,000
36	Administrative Contingency Account—State	
37	Appropriation	\$5,400,000
38	Child Welfare System Improvement Account—State	

1 Appropriation. . . . . \$4,093,000  
2 TOTAL APPROPRIATION. . . . . \$2,138,938,000

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

5 (1)(a) \$114,222,000 of the general fund—state appropriation for  
6 fiscal year 2018, \$117,287,000 of the general fund—state  
7 appropriation for fiscal year 2019, \$807,307,000 of the general fund—  
8 federal appropriation, \$5,400,000 of the administrative contingency  
9 account—state appropriation, and \$4,093,000 of the child welfare  
10 system improvement account—state appropriation are provided solely  
11 for all components of the WorkFirst program. Within the amounts  
12 provided for the WorkFirst program, the department may provide  
13 assistance using state-only funds for families eligible for temporary  
14 assistance for needy families. The department must create a WorkFirst  
15 budget structure that allows for transparent tracking of budget units  
16 and subunits of expenditures where these units and subunits are  
17 mutually exclusive from other department budget units. The budget  
18 structure must include budget units for the following: Cash  
19 assistance, child care, WorkFirst activities, and administration of  
20 the program. Within these budget units, the department must develop  
21 program index codes for specific activities and develop allotments  
22 and track expenditures using these codes. The department shall report  
23 to the office of financial management and the relevant fiscal and  
24 policy committees of the legislature prior to adopting a structure  
25 change.

26 (b) \$248,058,000 of the amounts in (a) of this subsection are  
27 provided solely for assistance to clients, including grants,  
28 diversion cash assistance, and additional diversion emergency  
29 assistance including but not limited to assistance authorized under  
30 RCW 74.08A.210. The department may use state funds to provide support  
31 to working families that are eligible for temporary assistance for  
32 needy families but otherwise not receiving cash assistance.

33 (c) \$164,239,000 of the amounts in (a) of this subsection are  
34 provided solely for WorkFirst job search, education and training  
35 activities, barrier removal services, limited English proficiency  
36 services, and tribal assistance under RCW 74.08A.040. The department  
37 must allocate this funding based on client outcomes and cost  
38 effectiveness measures. Of the amounts provided in this subsection  
39 (1)(c), \$25,000,000 of the appropriation is provided solely for the

1 opportunity grant program, and \$22,168,000 of the appropriation is  
2 provided solely for the state need grant.

3 (d) \$480,400,000 of the amounts in (a) of this subsection are  
4 provided solely for the working connections child care program under  
5 RCW 43.215.135. Of the amounts provided in this subsection (1)(d),  
6 \$10,407,000 of the appropriation is provided solely for a one percent  
7 rate increase for licensed family child care providers, a \$1.25 per  
8 hour increase for family, friends and neighbor providers, a 4.25  
9 percent increase in health insurance premium coverage and a one  
10 percent rate increase for child care center providers, and \$1,616,000  
11 of the appropriation is provided solely for 100 working connections  
12 child care slots which shall be utilized only for foster children.  
13 The amounts provided in this subsection (d) are provided conditioned  
14 on the department of social and health services and the department of  
15 early learning taking additional actions to identify and reduce the  
16 backlog of overpayment cases related to public assistance programs,  
17 including the working connections child care program. The departments  
18 shall collaborate and create a plan to triage overpayment cases in a  
19 manner that identifies and prioritizes cases with large overpayments  
20 and likelihood of fraudulent activity. The departments shall provide  
21 a quarterly report to the appropriate policy and fiscal committees of  
22 the legislature detailing the specific actions taken as a result of  
23 this subsection (d). In order to not exceed the appropriated amount,  
24 a wait list for the working connections child care program shall be  
25 implemented if enrollment reaches 31,000 households. Once the wait  
26 list is in effect, and only as space or funding becomes available,  
27 enrollment in the program shall be prioritized according to the  
28 following order:

- 29 (i) Families applying for or receiving temporary assistance for  
30 needy families (TANF);
- 31 (ii) TANF families curing sanction;
- 32 (iii) Foster children who will be enrolled in slots being held by  
33 the state;
- 34 (iv) Families that include a child with special needs;
- 35 (v) Families in which a parent of a child in care is a minor who  
36 is not living with a parent or guardian and who is a full-time  
37 student in a high school that has a school-sponsored on-site child  
38 care center; and
- 39 (vi) All other eligible families.



1 (e) \$155,611,000 of the amounts in (a) of this subsection are  
2 provided solely for WorkFirst and working connections child care  
3 administration and overhead.

4 (f) The amounts in (b) through (d) of this subsection shall be  
5 expended for the programs and in the amounts specified. However, the  
6 department may transfer up to 10 percent of funding between (b)  
7 through (e) of this subsection. The department shall provide  
8 notification prior to any transfer to the office of financial  
9 management and to the appropriate legislative committees and the  
10 legislative-executive WorkFirst oversight task force. The approval of  
11 the director of financial management is required prior to any  
12 transfer under this subsection.

13 (g) Each calendar quarter, the department shall provide a  
14 maintenance of effort and participation rate tracking report for  
15 temporary assistance for needy families to the office of financial  
16 management, the appropriate policy and fiscal committees of the  
17 legislature, and the legislative-executive WorkFirst oversight task  
18 force. The report must detail the following information for temporary  
19 assistance for needy families:

20 (i) An overview of federal rules related to maintenance of  
21 effort, excess maintenance of effort, participation rates for  
22 temporary assistance for needy families, and the child care  
23 development fund as it pertains to maintenance of effort and  
24 participation rates;

25 (ii) Countable maintenance of effort and excess maintenance of  
26 effort, by source, provided for the previous federal fiscal year;

27 (iii) Countable maintenance of effort and excess maintenance of  
28 effort, by source, for the current fiscal year, including changes in  
29 countable maintenance of effort from the previous year;

30 (iv) The status of reportable federal participation rate  
31 requirements, including any impact of excess maintenance of effort on  
32 participation targets;

33 (v) Potential new sources of maintenance of effort and progress  
34 to obtain additional maintenance of effort; and

35 (vi) A two-year projection for meeting federal block grant and  
36 contingency fund maintenance of effort, participation targets, and  
37 future reportable federal participation rate requirements.

38 (h) In the 2017-2019 fiscal biennium, it is the intent to provide  
39 appropriations from the state general fund for the purposes of (b)  
40 through (e) of this subsection if the department does not receive

1 additional federal temporary assistance for needy families  
2 contingency funds in each fiscal year as assumed in the budget  
3 outlook.

4 (2) \$1,657,000 of the general fund—state appropriation for fiscal  
5 year 2018 and \$1,657,000 of the general fund—state appropriation for  
6 fiscal year 2019 are provided solely for naturalization services.

7 (3) \$2,366,000 of the general fund—state appropriation for fiscal  
8 year 2018 is provided solely for employment services for refugees and  
9 immigrants, of which \$1,774,000 is provided solely for the department  
10 to pass through to statewide refugee and immigrant assistance  
11 organizations for limited English proficiency pathway services; and  
12 \$2,366,000 of the general fund—state appropriation for fiscal year  
13 2019 is provided solely for employment services for refugees and  
14 immigrants, of which \$1,774,000 is provided solely for the department  
15 to pass through to statewide refugee and immigrant assistance  
16 organizations for limited English proficiency pathway services.

17 (4) On December 1, 2017, and annually thereafter, the department  
18 must report to the governor and the legislature on all sources of  
19 funding available for both refugee and immigrant services and  
20 naturalization services during the current fiscal year and the  
21 amounts expended to date by service type and funding source. The  
22 report must also include the number of clients served and outcome  
23 data for the clients.

24 (5) To ensure expenditures remain within available funds  
25 appropriated in this section, the legislature establishes the benefit  
26 under the state food assistance program, pursuant to RCW 74.08A.120,  
27 to be one hundred percent of the federal supplemental nutrition  
28 assistance program benefit amount.

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

35 (7) \$433,000 of the general fund—state appropriation for fiscal  
36 year 2018, \$451,000 of the general fund—state appropriation for  
37 fiscal year 2019, and \$6,451,000 of the general fund—federal  
38 appropriation are provided solely for ESAR Architectural Development

1 and are subject to the conditions, limitations, and review provided  
2 in section 724 of this act.

3 (8) The department shall continue the interagency agreement with  
4 the department of veterans' affairs to establish a process for  
5 referral of veterans who may be eligible for veterans' services. This  
6 agreement must include out-stationing department of veterans' affairs  
7 staff in selected community service office locations in King and  
8 Pierce counties to facilitate applications for veterans' services.

9 (9) The appropriations in this section include sufficient funding  
10 for the implementation of Senate Bill No. 5118 (personal needs  
11 allowance).

12 (10) Savings are assumed in this section as a result of the  
13 department reducing the number of authorized exemptions from work  
14 participation activities in the WorkFirst program and time limit  
15 extensions in the temporary assistance for needy families program. To  
16 the extent necessary, the department may revise its hardship  
17 exemptions and good cause rules related to work participation and  
18 time limits to achieve these savings.

19 (11) \$2,477,000 of the child welfare system improvement account—  
20 state appropriation is provided solely for implementation of  
21 Substitute Senate Bill No. 5890 (foster care and adoption). If the  
22 bill is not enacted by June 30, 2017, the amount provided in this  
23 subsection shall lapse.

24 (12) \$22,000 of the general fund—state appropriation for fiscal  
25 year 2018 and \$22,000 of the general fund—state appropriation for  
26 fiscal year 2019 are provided solely for a legislative-executive  
27 WorkFirst poverty reduction oversight task force during the 2017-2019  
28 fiscal biennium.

29 (a) The primary goals of the task force are to:

30 (i) Reduce the overall percentage of people living below two  
31 hundred percent of the federal poverty level by fifty percent by the  
32 year 2025. The task force must work toward this goal in a manner that  
33 seeks to eliminate disparities including, but not limited to,  
34 disparities by race, ethnicity, sex, gender, zip code, immigration  
35 status, age, household type, and disability status; and

36 (ii) Prevent and address adverse childhood experiences and the  
37 trauma of children who are living in poverty through the provision of  
38 effective services.

1 (b) The task force shall include diverse, statewide  
2 representation and its membership shall reflect regional, racial, and  
3 cultural diversity to adequately represent the needs of all children  
4 and families in the state. The task force shall consist of the  
5 following members:

6 (i) Two members from each of the two largest caucuses of the  
7 senate;

8 (ii) Two members from each of the two largest caucuses of the  
9 house of representatives;

10 (iii) One governor appointed representative from each of the  
11 following agencies: (A) The department of social and health services;  
12 (B) the department of early learning; (C) the department of commerce;  
13 (D) the employment security department; (E) the office of the  
14 superintendent of public instruction; (F) the department of  
15 corrections; and (G) the state board for community and technical  
16 colleges;

17 (iv) One governor appointed representative from each of the  
18 following agencies to serve in an advisory capacity to the task  
19 force: The department of health, the health care authority, and the  
20 workforce training and education coordinating board; and

21 (v) One or more representatives of tribal governments.

22 (vi) The cochairs of the intergenerational poverty advisory  
23 committee created in this subsection shall serve as voting members of  
24 the task force.

25 (c) The task force shall choose cochairs, one from among the  
26 legislative members and one from among the executive branch members.  
27 The legislative members shall convene the initial meeting of the task  
28 force.

29 (d) The task force shall:

30 (i) Oversee the partner agencies' operation of the WorkFirst  
31 program and operation of the temporary assistance for needy families  
32 program to ensure that the programs are achieving desired outcomes  
33 for their clients;

34 (ii) Determine evidence-based outcome measures for the WorkFirst  
35 program, including measures related to equitably serving the needs of  
36 historically underrepresented populations, such as English language  
37 learners, immigrants, refugees, and other diverse communities;

38 (iii) Develop accountability measures for WorkFirst recipients  
39 and the state agencies responsible for their progress toward self-  
40 sufficiency;

1 (iv) Review existing statutes, administrative codes, and budget  
2 appropriations for their impact on advancing the goal of fifty  
3 percent poverty reduction by 2025;

4 (v) Seek input on best practices from service providers,  
5 community-based organizations, legislators, state agencies,  
6 stakeholders, the business community, and subject matter experts;

7 (vi) Collaborate with partner agencies to share and analyze data  
8 and information collected from other sources regarding  
9 intergenerational poverty in the state, with a primary focus on data  
10 and information regarding children who are at risk of continuing the  
11 cycle of poverty and welfare dependency unless outside intervention  
12 is made;

13 (vii) Make recommendations to the governor and the legislature  
14 regarding:

15 (A) Policies to improve the effectiveness of the WorkFirst  
16 program over time;

17 (B) Early identification of those recipients most likely to  
18 experience long stays on the program and strategies to improve their  
19 ability to achieve progress toward self-sufficiency; and

20 (C) Necessary changes to the program, including taking into  
21 account federal changes to the temporary assistance for needy  
22 families program;

23 (viii) Direct the department of social and health services to  
24 develop a five-year and ten-year plan to address intergenerational  
25 poverty, subject to oversight and approval by the task force. Upon  
26 approval by the task force, the department must submit these plans to  
27 the governor and the appropriate committees of the legislature by  
28 December 1, 2018; and

29 (ix) No later than December 1, 2018, provide a report to the  
30 governor and the appropriate committees of the legislature on the  
31 progress being made towards the goals identified in this section.

32 (e) Staff support for the task force must be provided by senate  
33 committee services, the house of representatives office of program  
34 research, and the state agency members of the task force.

35 (f) The task force shall meet on a quarterly basis, or as  
36 determined necessary by the task force cochairs.

37 (g) Legislative members of the task force are reimbursed for  
38 travel expenses in accordance with RCW 44.04.120. Nonlegislative  
39 members are not entitled to be reimbursed for travel expenses if they  
40 are elected officials or are participating on behalf of an employer,

1 governmental entity, or other organization. Any reimbursement for  
2 other nonlegislative members is subject to chapter 43.03 RCW.

3 (h) The expenses of the task force must be paid jointly by the  
4 senate and the house of representatives. Task force expenditures are  
5 subject to approval by the senate facilities and operations committee  
6 and the house of representatives executive rules committee, or their  
7 successor committees.

8 (i) During its tenure, the state agency members of the task force  
9 shall respond in a timely manner to data requests from the cochairs.

10 NEW SECTION. **Sec. 208. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
11 **SERVICES—ALCOHOL AND SUBSTANCE ABUSE PROGRAM**

12	General Fund—State Appropriation (FY 2018). . . . .	\$78,898,000
13	General Fund—State Appropriation (FY 2019). . . . .	\$83,037,000
14	General Fund—Federal Appropriation. . . . .	\$572,943,000
15	General Fund—Private/Local Appropriation. . . . .	\$20,211,000
16	Criminal Justice Treatment Account—State	
17	Appropriation. . . . .	\$12,978,000
18	Problem Gambling Account—State Appropriation. . . . .	\$1,453,000
19	Dedicated Marijuana Account—State Appropriation	
20	(FY 2018). . . . .	\$24,802,000
21	Dedicated Marijuana Account—State Appropriation	
22	(FY 2019). . . . .	\$24,802,000
23	TOTAL APPROPRIATION. . . . .	\$819,124,000

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

26 (1) Within the amounts appropriated in this section, the  
27 authority may contract with the University of Washington and  
28 community-based providers for the provision of the parent-child  
29 assistance program or other specialized chemical dependency case  
30 management providers for pregnant, post-partum, and parenting women.  
31 For all contractors: (a) Service and other outcome data must be  
32 provided to the authority by request; and (b) indirect charges for  
33 administering the program shall not exceed ten percent of the total  
34 contract amount.

35 (2) In accordance with RCW 70.96A.090 and 43.135.055, the  
36 authority is authorized to adopt fees for the review and approval of  
37 treatment programs in fiscal years 2018 and 2019 as necessary to  
38 support the costs of the regulatory program. The department's fee

1 schedule shall have differential rates for providers with proof of  
2 accreditation from organizations that the department has determined  
3 to have substantially equivalent standards to those of the authority,  
4 including but not limited to the joint commission on accreditation of  
5 health care organizations, the commission on accreditation of  
6 rehabilitation facilities, and the council on accreditation. To  
7 reflect the reduced costs associated with regulation of accredited  
8 programs, the department's fees for organizations with such proof of  
9 accreditation must reflect the lower cost of licensing for these  
10 programs than for other organizations which are not accredited.

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

15 (4) \$200,000 of the dedicated marijuana account—state  
16 appropriation for fiscal year 2018 and \$200,000 of the dedicated  
17 marijuana account—state appropriation for fiscal year 2019 are  
18 provided solely for a contract with the Washington state institute  
19 for public policy to conduct cost-benefit evaluations of the  
20 implementation of chapter 3, Laws of 2013 (Initiative Measure No.  
21 502).

22 (5) \$500,000 of the dedicated marijuana account—state  
23 appropriation for fiscal year 2018 and \$500,000 of the dedicated  
24 marijuana account—state appropriation for fiscal year 2019 are  
25 provided solely to design and administer the Washington state healthy  
26 youth survey and the Washington state young adult behavioral health  
27 survey.

28 (6) \$396,000 of the dedicated marijuana account—state  
29 appropriation for fiscal year 2018 and \$396,000 of the dedicated  
30 marijuana account—state appropriation for fiscal year 2019 are  
31 provided solely for increasing services to pregnant and parenting  
32 women provided through the parent child assistance program.

33 (7) \$250,000 of the dedicated marijuana account—state  
34 appropriation for fiscal year 2018 and \$250,000 of the dedicated  
35 marijuana account—state appropriation for fiscal year 2019 are  
36 provided solely for a grant to the office of superintendent of public  
37 instruction to provide life skills training to children and youth in  
38 schools that are in high needs communities.

1 (8) \$386,000 of the dedicated marijuana account—state  
2 appropriation for fiscal year 2018 and \$386,000 of the dedicated  
3 marijuana account—state appropriation for fiscal year 2019 are  
4 provided solely to increase prevention and treatment services  
5 provided by tribes to children and youth.

6 (9) \$2,684,000 of the dedicated marijuana account—state  
7 appropriation for fiscal year 2018, \$2,684,000 of the dedicated  
8 marijuana account—state appropriation for fiscal year 2019, and  
9 \$1,900,000 of the general fund—federal appropriation are provided  
10 solely to increase residential treatment services for children and  
11 youth.

12 (10) \$250,000 of the dedicated marijuana account—state  
13 appropriation for fiscal year 2018 and \$250,000 of the dedicated  
14 marijuana account—state appropriation for fiscal year 2019 are  
15 provided solely for training and technical assistance for the  
16 implementation of evidence based, research based, and promising  
17 programs which prevent or reduce substance use disorders.

18 (11) \$2,434,000 of the dedicated marijuana account—state  
19 appropriation for fiscal year 2018 and \$2,434,000 of the dedicated  
20 marijuana account—state appropriation for fiscal year 2019 are  
21 provided solely for expenditure into the home visiting services  
22 account.

23 (12) \$3,278,000 of the dedicated marijuana account—state  
24 appropriation for fiscal year 2018 and \$3,278,000 of the dedicated  
25 marijuana account—state appropriation for fiscal year 2019 are  
26 provided solely for a memorandum of understanding with the department  
27 of social and health services juvenile rehabilitation administration  
28 to provide substance abuse treatment programs for juvenile offenders.  
29 Of the amounts provided in this subsection:

30 (a) \$1,130,000 of the dedicated marijuana account—state  
31 appropriation for fiscal year 2018 and \$1,130,000 of the dedicated  
32 marijuana account—state appropriation for fiscal year 2019 are  
33 provided solely for alcohol and substance abuse treatment programs  
34 for locally-committed offenders. The juvenile rehabilitation  
35 administration shall award these funds as described in section 203(3)  
36 of this act.

37 (b) \$282,000 of the dedicated marijuana account—state  
38 appropriation for fiscal year 2018 and \$282,000 of the dedicated  
39 marijuana account—state appropriation for fiscal year 2019 are



1 provided solely for the expansion of evidence-based treatments and  
2 therapies as described in section 203(12) of this act.

3 (13) \$2,500,000 of the dedicated marijuana account—state  
4 appropriation for fiscal year 2018 and \$2,500,000 of the dedicated  
5 marijuana account—state appropriation for fiscal year 2019 are  
6 provided solely for grants to community-based programs that provide  
7 prevention services or activities to youth, including programs for  
8 school-based resource officers. These funds must be utilized in  
9 accordance with RCW 69.50.540.

10 (14) Within the amounts provided in this section, behavioral  
11 health organizations must provide outpatient chemical dependency  
12 treatment for offenders enrolled in the medicaid program who are  
13 supervised by the department of corrections pursuant to a term of  
14 community supervision. Contracts with behavioral health organizations  
15 must require that behavioral health organizations include in their  
16 provider network specialized expertise in the provision of  
17 manualized, evidence-based chemical dependency treatment services for  
18 offenders. The department of corrections and the department must  
19 maintain a memorandum of understanding for department of corrections  
20 offenders on active supervision who are medicaid eligible and meet  
21 medical necessity for outpatient substance use disorder treatment.  
22 The agreement will ensure that treatment services provided are  
23 coordinated, do not result in duplication of services, and maintain  
24 access and quality of care for the individuals being served. The  
25 department must provide all necessary data, access, and reports to  
26 the department of corrections for all department of corrections  
27 offenders that receive medicaid paid services.

28 (15) \$100,000 of the general fund—state appropriation for fiscal  
29 year 2018 and \$100,000 of the general fund—state appropriation for  
30 fiscal year 2019 are provided solely for parenting education services  
31 focused on pregnant and parenting women.

32 (16) Within existing appropriations, the department shall  
33 prioritize the prevention and treatment of intravenous opiate-based  
34 drug use.

35 (17) \$500,000 of the general fund—state appropriation for fiscal  
36 year 2018 and \$500,000 of the general fund—state appropriation for  
37 fiscal year 2019 are provided solely to increase funding for  
38 substance abuse treatment and support services for offenders and to  
39 support drug courts.

1 (18) \$836,000 of the general fund—state appropriation for fiscal  
2 year 2018, \$2,350,000 of the general fund—state appropriation for  
3 fiscal year 2019, and \$2,300,000 of the general fund—federal  
4 appropriation are provided solely to establish two new secure  
5 detoxification facilities.

6 (19) \$816,000 of the general fund—federal appropriation is  
7 provided solely for the department to grant funding to King and  
8 Snohomish counties for the purchase of Naxalone kits. The department  
9 shall use funding from its state targeted response: Opioid crisis  
10 grant for this purpose and must identify options for expanding to  
11 other regions in the state.

12 (20) The department must review the treatment services provided  
13 by the behavioral health organizations (BHO) to individuals  
14 supervised by the department of corrections in the community. In  
15 reviewing, the department shall compile data specific to BHOs and in  
16 the aggregate for access to services, timeliness, number of referrals  
17 from the department of corrections, and number of individuals served.  
18 The department will consult with the department of corrections and  
19 must report to the governor and the appropriate legislative  
20 committees no later than November 30, 2017, the transition of  
21 services from the department of corrections to the BHOs and identify  
22 barriers to access and services for community supervised individuals  
23 and provide recommendations for improved services to this population.

24 **NEW SECTION. Sec. 209. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
25 **SERVICES—VOCATIONAL REHABILITATION PROGRAM**

26	General Fund—State Appropriation (FY 2018)	. . . . .	\$13,485,000
27	General Fund—State Appropriation (FY 2019)	. . . . .	\$13,437,000
28	General Fund—Federal Appropriation	. . . . .	\$97,328,000
29	TOTAL APPROPRIATION.	. . . . .	\$124,250,000

30 **NEW SECTION. Sec. 210. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
31 **SERVICES—SPECIAL COMMITMENT PROGRAM**

32	General Fund—State Appropriation (FY 2018)	. . . . .	\$42,904,000
33	General Fund—State Appropriation (FY 2019)	. . . . .	\$42,361,000
34	TOTAL APPROPRIATION.	. . . . .	\$85,265,000

35 The appropriations in this section are subject to the following  
36 conditions and limitations: The special commitment center may use  
37 funds appropriated in this subsection to purchase services, goods,

1 and supplies through hospital group purchasing organizations when it  
2 is cost-effective to do so.

3 NEW SECTION. **Sec. 211. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
4 **SERVICES—ADMINISTRATION AND SUPPORTING SERVICES PROGRAM**

5	General Fund—State Appropriation (FY 2018)	. . . . .	\$35,668,000
6	General Fund—State Appropriation (FY 2019)	. . . . .	\$35,083,000
7	General Fund—Federal Appropriation	. . . . .	\$41,805,000
8	General Fund—Private/Local Appropriation	. . . . .	\$654,000
9	TOTAL APPROPRIATION.	. . . . .	\$113,210,000

10 The appropriations in this section are subject to the following  
11 conditions and limitations: Within existing resources, the department  
12 must prepare a report for the governor and fiscal committees of the  
13 legislature, to be provided on or before October 1, 2017, which  
14 explores ways to reduce the capital costs at the Rainier school  
15 residential habilitation center, or other buildings owned by the  
16 department, by modifying the compliance requirements mandated by  
17 executive order 05-05.

18 NEW SECTION. **Sec. 212. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
19 **SERVICES—PAYMENTS TO OTHER AGENCIES PROGRAM**

20	General Fund—State Appropriation (FY 2018)	. . . . .	\$75,937,000
21	General Fund—State Appropriation (FY 2019)	. . . . .	\$76,951,000
22	General Fund—Federal Appropriation	. . . . .	\$65,277,000
23	TOTAL APPROPRIATION.	. . . . .	\$218,165,000

24 The appropriations in this section are subject to the following  
25 conditions and limitations: \$12,000 of the general fund—state  
26 appropriation for fiscal year 2018, \$12,000 of the general fund—state  
27 appropriation for fiscal year 2019, and \$24,000 of the general fund—  
28 federal appropriation are provided solely to implement Substitute  
29 Senate Bill No. 5577 (incapacitated persons/rights). If the bill is  
30 not enacted by June 30, 2017, the amounts provided in this subsection  
31 shall lapse.

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

33 During the 2017-2019 fiscal biennium, the health care authority  
34 shall provide support and data as required by the office of the state  
35 actuary in providing the legislature with health care actuarial

1 analysis, including providing any information in the possession of  
2 the health care authority or available to the health care authority  
3 through contracts with providers, plans, insurers, consultants, or  
4 any other entities contracting with the health care authority.

5 Information technology projects or investments and proposed  
6 projects or investments impacting time capture, payroll and payment  
7 processes and systems, eligibility, case management, and  
8 authorization systems within the health care authority are subject to  
9 technical oversight by the office of the chief information officer.

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

27 (1) MEDICAL ASSISTANCE

28	General Fund—State Appropriation (FY 2018) . . . . .	\$2,090,837,000
29	General Fund—State Appropriation (FY 2019). . . . .	\$2,135,685,000
30	General Fund—Federal Appropriation. . . . .	\$11,099,686,000
31	General Fund—Private/Local Appropriation. . . . .	\$78,640,000
32	Emergency Medical Services and Trauma Care Systems	
33	Trust Account—State Appropriation. . . . .	\$15,086,000
34	Hospital Safety Net Assessment Account—State	
35	Appropriation. . . . .	\$703,962,000
36	Medicaid Fraud Penalty Account—State Appropriation. . . . .	\$27,840,000
37	Medical Aid Account—State Appropriation. . . . .	\$528,000
38	Dedicated Marijuana Account—State Appropriation	
39	(FY 2018). . . . .	\$15,676,000

1	Dedicated Marijuana Account—State Appropriation	
2	(FY 2019). . . . .	\$17,036,000
3	Performance Audits of Governments Account—State	
4	Appropriation. . . . .	\$525,000
5	TOTAL APPROPRIATION. . . . .	\$16,185,501,000

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

8 (a) \$255,945,000 of the general fund—state appropriation for  
9 fiscal year 2018 and \$264,211,000 of the general fund—state  
10 appropriation for fiscal year 2019 are provided solely for the  
11 authority to implement a single, standard state preferred drug list  
12 to be used by all contracted medicaid managed health care systems, on  
13 or before January 1, 2018. The preferred drug list shall be developed  
14 in consultation with all contracted managed health care systems and  
15 the state pharmacy and therapeutics committee. The list shall be  
16 designed to maximize federal rebates and supplemental rebates and  
17 ensure access to clinically effective and appropriate drug therapies  
18 under each class. The authority may utilize external consultants with  
19 expertise in evidence based drug class reviews, pharmacy benefit  
20 management, and purchasing to assist with the completion of this  
21 development and implementation. To assist in the implementation of  
22 the single preferred drug list, contracted medicaid managed health  
23 care systems shall provide the authority drug specific financial  
24 information in a format and frequency determined by the authority to  
25 include: The actual amounts paid to pharmacies for prescription drugs  
26 dispensed to covered individuals compared to the cost invoiced to the  
27 health plan and individual rebates collected for prescription drugs  
28 dispensed to medicaid members. The administration of the prescription  
29 drug benefit for medicaid managed health care systems shall be  
30 carried out by a single pharmacy benefits manager under the  
31 prescription drug purchasing consortium with full transparency of all  
32 rebates, supplemental rebates, and associated administrative costs.  
33 The authority shall provide a report to the governor and appropriate  
34 committees of the legislature by November 15, 2018, and no later than  
35 November 15, 2019, including a comparison of the amount spent in the  
36 previous two fiscal years to expenditures under the new system by, at  
37 a minimum, fund source, total expenditure, drug class, and top  
38 twenty-five drugs.

1 (b) \$147,921,000 of the general fund—state appropriation for  
2 fiscal year 2018 and \$149,599,000 of the general fund—state  
3 appropriation for fiscal year 2019 are provided solely for holding  
4 managed care capitation rates flat at calendar year 2017 levels in  
5 state fiscal years and calendar years 2018 and 2019.

6 (c) \$122,244,000 of the general fund—state appropriation for  
7 fiscal year 2018 and \$116,038,000 of the general fund—state  
8 appropriation for fiscal year 2019 are provided solely for the  
9 authority through the competitive procurement process, to contract  
10 with licensed dental health plans or managed health care plans on a  
11 pre-paid or fixed-sum risk basis to provide carved-out managed dental  
12 care services on a statewide basis that will result in greater  
13 efficiency and will facilitate better access and oral health outcomes  
14 for medicaid enrollees. Except in areas where only a single plan is  
15 available, the authority must contract with at least two plans. The  
16 authority shall include in the contracts: (i) Quarterly reporting  
17 requirements to include medicaid utilization and encounter data by  
18 current dental technology (CDT) code; (ii) a direction to increase  
19 the dental provider network; (iii) a commitment to retain innovative  
20 programs that improve access and care such as the access to baby and  
21 child dentistry program; (iv) a program to reduce emergency room use  
22 for dental purposes; (v) a requirement to ensure that dental care is  
23 being coordinated with the primary care provider of the patient to  
24 ensure integrated care; (vi) a provision that no less than eighty-  
25 five percent of the contracting fee be used to directly offset the  
26 cost of providing direct patient care as opposed to administrative  
27 costs; and (vii) a provision to ensure the contracting fee shall be  
28 sufficient to compensate county health departments and federally  
29 qualified health centers for dental patient care. The plan(s) awarded  
30 this contract must absorb all start-up costs associated with moving  
31 the program from fee-for-service to managed care and shall commit to  
32 achieving an overall savings to the program based on 2016 fee-for-  
33 service experience. In order to comply with state insurance  
34 underwriting standards, the authority shall ensure that savings  
35 offered by dental plans are actuarially sound. By October 15, 2018,  
36 the authority shall submit a report to the governor and the  
37 appropriate committees of the legislature comparing the data provided  
38 by the contracting entity with comparable data for the prior fiscal

1 year. The authority is authorized to seek any necessary state plan  
2 amendments or federal waivers to implement this subsection.

3 (d) \$1,547,067,000 of the general fund—state appropriation for  
4 fiscal year 2018 and \$1,581,921,000 of the general fund—state  
5 appropriation for fiscal year 2019 are provided solely for medicaid  
6 services and the medicaid program. However, the authority shall not  
7 accept or expend any federal funds received under a medicaid  
8 transformation demonstration waiver under healthier Washington unless  
9 specifically approved and appropriated by the legislature.

10 (e) Sufficient amounts are appropriated in this subsection to  
11 implement the medicaid expansion as defined in the social security  
12 act, section 1902(a)(10)(A)(i)(VIII).

13 (f) The legislature finds that medicaid payment rates, as  
14 calculated by the health care authority pursuant to the  
15 appropriations in this act, bear a reasonable relationship to the  
16 costs incurred by efficiently and economically operated facilities  
17 for providing quality services and will be sufficient to enlist  
18 enough providers so that care and services are available to the  
19 extent that such care and services are available to the general  
20 population in the geographic area. The legislature finds that the  
21 cost reports, payment data from the federal government, historical  
22 utilization, economic data, and clinical input constitute reliable  
23 data upon which to determine the payment rates.

24 (g) Based on quarterly expenditure reports and caseload  
25 forecasts, if the health care authority estimates that expenditures  
26 for the medical assistance program will exceed the appropriations,  
27 the health care authority shall take steps including but not limited  
28 to reduction of rates or elimination of optional services to reduce  
29 expenditures so that total program costs do not exceed the annual  
30 appropriation authority.

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

35 (i) The legislature affirms that it is in the state's interest  
36 for Harborview medical center to remain an economically viable  
37 component of the state's health care system.

38 (j) When a person is ineligible for medicaid solely by reason of  
39 residence in an institution for mental diseases, the health care  
40 authority shall provide the person with the same benefits as he or

1 she would receive if eligible for medicaid, using state-only funds to  
2 the extent necessary.

3 (k) \$4,261,000 of the general fund—state appropriation for fiscal  
4 year 2018, \$4,261,000 of the general fund—state appropriation for  
5 fiscal year 2019, and \$8,522,000 of the general fund—federal  
6 appropriation are provided solely for low-income disproportionate  
7 share hospital payments.

8 (l) Within the amounts appropriated in this section, the health  
9 care authority shall provide disproportionate share hospital payments  
10 to hospitals that provide services to children in the children's  
11 health program who are not eligible for services under Title XIX or  
12 XXI of the federal social security act due to their citizenship  
13 status.

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

37 (n) The health care authority shall continue the inpatient  
38 hospital certified public expenditures program for the 2017-2019  
39 fiscal biennium. The program shall apply to all public hospitals,



1 including those owned or operated by the state, except those  
2 classified as critical access hospitals or state psychiatric  
3 institutions. The health care authority shall submit reports to the  
4 governor and legislature by November 1, 2017, and by November 1,  
5 2018, that evaluate whether savings continue to exceed costs for this  
6 program. If the certified public expenditures (CPE) program in its  
7 current form is no longer cost-effective to maintain, the health care  
8 authority shall submit a report to the governor and legislature  
9 detailing cost-effective alternative uses of local, state, and  
10 federal resources as a replacement for this program. During fiscal  
11 year 2018 and fiscal year 2019, hospitals in the program shall be  
12 paid and shall retain one hundred percent of the federal portion of  
13 the allowable hospital cost for each medicaid inpatient fee-for-  
14 service claim payable by medical assistance and one hundred percent  
15 of the federal portion of the maximum disproportionate share hospital  
16 payment allowable under federal regulations. Inpatient medicaid  
17 payments shall be established using an allowable methodology that  
18 approximates the cost of claims submitted by the hospitals. Payments  
19 made to each hospital in the program in each fiscal year of the  
20 biennium shall be compared to a baseline amount. The baseline amount  
21 will be determined by the total of (i) the inpatient claim payment  
22 amounts that would have been paid during the fiscal year had the  
23 hospital not been in the CPE program based on the reimbursement rates  
24 developed, implemented, and consistent with policies approved in the  
25 2017-2019 biennial operating appropriations act and in effect on July  
26 1, 2015, (ii) one-half of the indigent assistance disproportionate  
27 share hospital payment amounts paid to and retained by each hospital  
28 during fiscal year 2005, and (iii) all of the other disproportionate  
29 share hospital payment amounts paid to and retained by each hospital  
30 during fiscal year 2005 to the extent the same disproportionate share  
31 hospital programs exist in the 2017-2019 fiscal biennium. If payments  
32 during the fiscal year exceed the hospital's baseline amount, no  
33 additional payments will be made to the hospital except the federal  
34 portion of allowable disproportionate share hospital payments for  
35 which the hospital can certify allowable match. If payments during  
36 the fiscal year are less than the baseline amount, the hospital will  
37 be paid a state grant equal to the difference between payments during  
38 the fiscal year and the applicable baseline amount. Payment of the  
39 state grant shall be made in the applicable fiscal year and  
40 distributed in monthly payments. The grants will be recalculated and

1 redistributed as the baseline is updated during the fiscal year. The  
2 grant payments are subject to an interim settlement within eleven  
3 months after the end of the fiscal year. A final settlement shall be  
4 performed. To the extent that either settlement determines that a  
5 hospital has received funds in excess of what it would have received  
6 as described in this subsection, the hospital must repay the excess  
7 amounts to the state when requested. \$10,575,000 of the general fund—  
8 state appropriation for fiscal year 2018 and \$13,185,000 of the  
9 general fund—state appropriation for fiscal year 2019 are provided  
10 solely for state grants for the participating hospitals.

11 (o) The health care authority shall seek public-private  
12 partnerships and federal funds that are or may become available to  
13 provide on-going support for outreach and education efforts under the  
14 federal children's health insurance program reauthorization act of  
15 2009.

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

28 (q) The authority shall submit reports to the governor and the  
29 legislature by September 15, 2018, and no later than September 15,  
30 2019, that delineate the number of individuals in medicaid managed  
31 care, by carrier, age, gender, and eligibility category, receiving  
32 preventative services and vaccinations. The reports should include  
33 baseline and benchmark information from the previous two fiscal years  
34 and should be inclusive of, but not limited to, services recommended  
35 under the United States preventative services task force, advisory  
36 committee on immunization practices, early and periodic screening,  
37 diagnostic, and treatment (EPSDT) guidelines, and other relevant  
38 preventative and vaccination medicaid guidelines and requirements.

39 (r) Managed care contracts must incorporate accountability  
40 measures that monitor patient health and improved health outcomes,

1 and shall include an expectation that each patient receive a wellness  
2 examination that documents the baseline health status and allows for  
3 monitoring of health improvements and outcome measures.

4 (s) Sufficient amounts are appropriated in this section for the  
5 authority to provide an adult dental benefit.

6 (t) The health care authority shall coordinate with the  
7 department of social and health services to provide referrals to the  
8 Washington health benefit exchange for clients that will be  
9 ineligible for medicaid.

10 (u) To facilitate a single point of entry across public and  
11 medical assistance programs, and to maximize the use of federal  
12 funding, the health care authority, the department of social and  
13 health services, and the health benefit exchange will coordinate  
14 efforts to expand HealthPlanfinder access to public assistance and  
15 medical eligibility staff. The health care authority shall complete  
16 medicaid applications in the HealthPlanfinder for households  
17 receiving or applying for medical assistance benefits.

18 (v) \$90,000 of the general fund—state appropriation for fiscal  
19 year 2018, \$90,000 of the general fund—state appropriation for fiscal  
20 year 2019, and \$180,000 of the general fund—federal appropriation are  
21 provided solely to continue operation by a nonprofit organization of  
22 a toll-free hotline that assists families to learn about and enroll  
23 in the apple health for kids program.

24 (w) The appropriations in this section reflect savings and  
25 efficiencies by transferring children receiving medical care provided  
26 through fee-for-service to medical care provided through managed  
27 care.

28 (x) Within the amounts appropriated in this section, the  
29 authority shall reimburse for primary care services provided by  
30 naturopathic physicians.

31 (y) Within the amounts appropriated in this section, the  
32 authority shall continue to provide coverage for pregnant teens that  
33 qualify under existing pregnancy medical programs, but whose  
34 eligibility for pregnancy related services would otherwise end due to  
35 the application of the new modified adjusted gross income eligibility  
36 standard.

37 (z) Sufficient amounts are appropriated in this section to remove  
38 the mental health visit limit and to provide the shingles vaccine and  
39 screening, brief intervention, and referral to treatment benefits

1 that are available in the medicaid alternative benefit plan in the  
2 classic medicaid benefit plan.

3 (aa) The authority shall use revenue appropriated from the  
4 dedicated marijuana fund for contracts with community health centers  
5 under RCW 69.50.540 in lieu of general fund—state payments to  
6 community health centers for services provided to medical assistance  
7 clients, and it is the intent of the legislature that this policy  
8 will be continued in subsequent fiscal biennia.

9 (bb) \$127,000 of the general fund—state appropriation for fiscal  
10 year 2018 and \$1,144,000 of the general fund—federal appropriation  
11 are provided solely to the ProviderOne provider overtime project and  
12 are subject to the conditions, limitations, and review provided in  
13 section 724 of this act.

14 (cc) \$175,000 of the general fund—state appropriation for fiscal  
15 year 2018 and \$825,000 of the general fund—federal appropriation are  
16 provided solely to the ProviderOne CORE operating rules project and  
17 are subject to the conditions, limitations, and review provided in  
18 section 724 of this act.

19 (dd) \$600,000 of the general fund—state appropriation for fiscal  
20 year 2018 and \$800,000 of the general fund—state appropriation for  
21 fiscal year 2019 are provided solely to increase payments for health  
22 home services and these are the maximum amounts in each fiscal year  
23 the authority may expend for this purpose.

24 (ee) Sufficient amounts are appropriated in this section for the  
25 authority to provide a collaborative care benefit beginning July 1,  
26 2017.

27 (ff) Within the amounts appropriated within this section, the  
28 authority shall implement the plan to show how improved access to  
29 home health nursing reduces potentially preventable readmissions,  
30 increases access to care, reduces hospital length of stay, and  
31 prevents overall hospital admissions for clients receiving private  
32 duty nursing, medically intensive care, or home health benefits as  
33 described in their report to the legislature dated December 15, 2016,  
34 entitled home health nursing. The authority shall report to the  
35 governor and appropriate committees of the legislature by December  
36 31, 2017, information regarding the effect of the ten dollar rate  
37 increases for skilled nursing care delivered via private duty nursing  
38 or home health nursing, and how the rate changes impacted the  
39 utilization and cost of emergency room visits, reduced the length of

1 stay for initial hospital admissions, and reduced utilization and  
2 costs of preventable hospital readmissions. The report will quantify  
3 potential cost saving opportunities that may exist through improved  
4 access to private duty and home health nursing statewide.

5 (gg) \$1,500,000 of the general fund—state appropriation for  
6 fiscal year 2018 and \$1,500,000 of the general fund—state  
7 appropriation for fiscal year 2019 are provided solely for the  
8 authority to contract with Washington autism alliance and advocacy to  
9 educate and assist persons seeking the authority's services to  
10 address a suspected or diagnosed autism spectrum disorder or  
11 developmental disability. Each person seeking the authority's  
12 services will be given a referral to Washington autism alliance and  
13 advocacy for the purpose of navigating the health care system to  
14 include, but be limited to providing information on potential  
15 benefits of maintaining employer sponsored insurance; options under  
16 the medicaid premium payment program through the authority; and  
17 assisting persons with accessing and appealing denials of insurance  
18 services. The authority must collaborate with the department of  
19 social and health services to ensure that persons who access state  
20 services through the department are also served under the contract  
21 and given a referral to Washington autism alliance and advocacy.

22 (hh) Within the amounts appropriated within this section,  
23 beginning July 1, 2017, the authority must increase facility fees to  
24 birth centers to the amount listed on page two of their report to the  
25 legislature dated October 15, 2016, entitled reimbursement for births  
26 performed at birth centers. This increased rate is applicable in both  
27 a fee for service setting and is the minimum allowable rate in a  
28 managed care setting. The authority shall report to the governor and  
29 appropriate committees of the legislature by October 15, 2018,  
30 updated information regarding access to care, improvements to the  
31 Cesarean section rate, and savings outcomes for utilizing birth  
32 centers as an alternative to hospitals.

33 (ii) Sufficient amounts are appropriated in this section for the  
34 full implementation of chapter 154, Laws of 2016 (SSB 6430 -  
35 continuity of care during incarceration). During the 2017-2019 fiscal  
36 biennium, the authority shall fully implement this act within the  
37 amounts provided in this section.

38 (jj) Beginning no later than January 1, 2018, for any service  
39 eligible under the medicaid state plan for encounter payments,  
40 managed care organizations at the request of a rural health clinic

1 shall pay the full published encounter rate directly to the clinic.  
2 At no time will a managed care organization be at risk for or have  
3 any right to the supplemental portion of the claim. Payments will be  
4 reconciled on at least an annual basis between the managed care  
5 organization and the authority, with final review and approval by the  
6 authority. By September 31, 2017, the authority shall report to the  
7 legislature on its progress implementing this subsection.

8 (kk) Within the amounts appropriated in this section, and in  
9 consultation with appropriate parties, including the rural health  
10 clinic association of Washington and the centers for medicare and  
11 medicaid services, by December 1, 2017, the authority shall submit a  
12 report to the governor and appropriate committees of the legislature  
13 evaluating legislative and administrative options to reduce or  
14 eliminate any amounts owed by rural health clinics under the payment  
15 reconciliation process established in the medicaid state plan.

16 (ll) \$3,408,000 of the general fund—state appropriation for  
17 fiscal year 2019 is provided solely for implementation of Engrossed  
18 Second Substitute Senate Bill No. 5540 (oral health pilot program for  
19 adults with diabetes and pregnant women). If the bill is not enacted  
20 by June 30, 2017, the amount provided in this subsection shall lapse.

21 (mm) \$332,000 of the general fund—state appropriation for fiscal  
22 year 2018 and \$672,000 of the general fund—state appropriation for  
23 fiscal year 2019 are provided solely for implementation of Engrossed  
24 Second Substitute Senate Bill No. 5179 (hearing instruments under  
25 public employee and medicaid programs). If the bill is not enacted by  
26 June 30, 2017, the amounts provided in this subsection shall lapse.

27 (nn) The appropriations in this section include sufficient  
28 funding for the implementation of Engrossed Substitute Senate Bill  
29 No. 5779 (behavioral health integration in primary care).

30 (oo) \$525,000 of the performance audit of state government—state  
31 appropriation and \$525,000 of the general fund—federal appropriation  
32 are provided solely for the authority to develop an agency lean  
33 performance management system by June 30, 2018, and to complete an  
34 excellence assessment by June 30, 2019. The agency lean performance  
35 management system must provide for (a) gathering, monitoring, and  
36 analysis of data to measure performance and eliminate waste and  
37 inefficiency in agency operations; (b) conforming to an  
38 internationally recognized quality management system; (c) allocating  
39 resources to improve performance; and (d) setting a goal and includes

1 all activities and requirements necessary to reduce agency costs by  
2 one percent annually within two years of adoption. The excellence  
3 assessment must be an assessment of the authority's operational  
4 performance by a trained national or state examiner using an  
5 excellence framework published by the national institutes of  
6 standards and technology, United States department of commerce.

7 (pp) Sufficient amounts are appropriated in this section to  
8 increase the daily rate by \$155.20 for skilled nursing performed by  
9 licensed practical nurses and registered nurses who serve medically  
10 intensive children's program clients who reside in a group home  
11 setting.

12 (qq) During the 2017-2019 fiscal biennium, the authority must  
13 revise its agreements and contracts with vendors to include a  
14 provision to require that each vendor agrees to equality among its  
15 workers by ensuring similarly employed individuals are compensated as  
16 equals as follows:

17 (i) Employees are similarly employed if the individuals work for  
18 the same employer, the performance of the job requires comparable  
19 skill, effort, and responsibility, and the jobs are performed under  
20 similar working conditions. Job titles alone are not determinative of  
21 whether employees are similarly employed;

22 (ii) Vendors may allow differentials in compensation for its  
23 workers based in good faith on any of the following:

24 (A) A seniority system; a merit system; a system that measures  
25 earnings by quantity or quality of production; a bona fide job-  
26 related factor or factors; or a bona fide regional difference in  
27 compensation levels.

28 (B) A bona fide job-related factor or factors may include, but  
29 not be limited to, education, training, or experience, that is:  
30 Consistent with business necessity; not based on or derived from a  
31 gender-based differential; and accounts for the entire differential.

32 (C) A bona fide regional difference in compensation level must  
33 be: Consistent with business necessity; not based on or derived from  
34 a gender-based differential; and account for the entire differential.

35 (iii) The provision must allow for the termination of the  
36 contract if the authority or department of enterprise services  
37 determines that the vendor is not in compliance with this agreement  
38 or contract term.

39 (iv) The authority must implement this provision with any new  
40 contract and at the time of renewal of any existing contract.

1 (2) PUBLIC EMPLOYEES BENEFITS BOARD AND EMPLOYEE BENEFITS  
2 PROGRAMS

3 State Health Care Authority Administration Account—

4 State Appropriation. . . . . \$33,360,000

5 The appropriation in this subsection is subject to the following  
6 conditions and limitations:

7 (a) The authority and the public employees' benefits board shall  
8 consult with the Washington state institute for public policy on the  
9 cost-effectiveness of the wellness plan and any changes to the plan  
10 that can be made to increase the health care efficiency of the  
11 wellness plan. The authority shall report its findings to the  
12 governor and the appropriate committees of the legislature by October  
13 15, 2018.

14 (b) The authority and the public employees' benefits board shall  
15 ensure that procurement for employee health benefits during the  
16 2019-2021 fiscal biennium is consistent with the funding limitations  
17 provided in part 9 of this act.

18 (c) \$236,000 of the state health care authority administration  
19 account—state appropriation for fiscal year 2018 and \$236,000 of the  
20 state health care authority administration account—state  
21 appropriation for fiscal year 2019 are provided solely to the  
22 affordable care act employer shared responsibility project and are  
23 subject to the conditions, limitations, and review provided in  
24 section 724 of this act.

25 (d) All savings resulting from reduced claim costs or other  
26 factors identified after December 31, 2016, must be reserved for  
27 funding employee health benefits in the 2019-2021 fiscal biennium.  
28 Any changes to benefits, including covered prescription drugs, must  
29 be approved by the public employees' benefits board. Upon procuring  
30 benefits for calendar years 2018 and 2019, the public employees'  
31 benefits board shall: (1) Not consider any changes to benefits,  
32 including prescription drugs, without considering comprehensive  
33 analysis of the cost of those changes; and (2) not adopt a package of  
34 benefits and premiums that results in a projected unrestricted  
35 reserve funding level lower than was projected under the assumptions  
36 made prior to procurement. For this purpose, assumptions means  
37 projections about the levels of future claims, costs, enrollment and  
38 other factors, prior to any changes in benefits. The certificates of  
39 coverage agreed to by the health care authority for calendar years



1 2018 and 2019 must ensure that no increases in coverage of  
2 prescription drugs, services, or other benefits may occur prior to  
3 approval by the public employees' benefits board at the time of  
4 procurement of benefits for the ensuing calendar year.

5 (e) Within the amounts appropriated within this section, the  
6 authority, in consultation with one Washington within the office of  
7 financial management, the office of the chief information officer,  
8 and other state agencies with statewide payroll or benefit systems,  
9 shall prepare a report describing options for the replacement of the  
10 Pay 1 information technology system. The report shall evaluate the  
11 potential costs, benefits, and feasibility of integrating the  
12 functions currently performed by Pay 1 into an existing or new  
13 statewide system, as well for a stand-alone system. The report shall  
14 also update the business and system requirements documents previously  
15 developed for a Pay 1 replacement system. This report shall be  
16 provided to the governor and appropriate committees of the  
17 legislature by September 30, 2018.

18 (3) HEALTH BENEFIT EXCHANGE

19	General Fund—State Appropriation (FY 2018). . . . .	\$5,184,000
20	General Fund—State Appropriation (FY 2019). . . . .	\$5,184,000
21	General Fund—Federal Appropriation. . . . .	\$52,437,000
22	Health Benefit Exchange Account—State Appropriation. . .	\$55,636,000
23	TOTAL APPROPRIATION. . . . .	\$118,441,000

24 The appropriations in this subsection are subject to the  
25 following conditions and limitations:

26 (a) The receipt and use of medicaid funds provided to the health  
27 benefit exchange from the health care authority are subject to  
28 compliance with state and federal regulations and policies governing  
29 the Washington apple health programs, including timely and proper  
30 application, eligibility, and enrollment procedures.

31 (b)(i) By July 15th and January 15th of each year, the authority  
32 shall make a payment of one-half the general fund—state appropriation  
33 and one-half the health benefit exchange account—state appropriation  
34 to the exchange.

35 (ii) The exchange shall monitor actual to projected revenues and  
36 make necessary adjustments in expenditures or carrier assessments to  
37 ensure expenditures do not exceed actual revenues.

38 (iii) Payments made from general fund—state appropriation and  
39 health benefit exchange account—state appropriation shall be

1 available for expenditure for no longer than the period of the  
2 appropriation from which it was made. When the actual cost of  
3 materials and services have been fully determined, and in no event  
4 later than the lapsing of the appropriation, any unexpended balance  
5 of the payment shall be returned to the authority for credit to the  
6 fund or account from which it was made, and under no condition shall  
7 expenditures exceed actual revenue.

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

9	General Fund—State Appropriation (FY 2018)	\$2,209,000
10	General Fund—State Appropriation (FY 2019)	\$2,204,000
11	General Fund—Federal Appropriation	\$2,354,000
12	TOTAL APPROPRIATION.	\$6,767,000

13 NEW SECTION. **Sec. 215. FOR THE BOARD OF INDUSTRIAL INSURANCE**

14 **APPEALS**

15	Worker and Community Right-to-Know Account—State	
16	Appropriation	\$10,000
17	Accident Account—State Appropriation	\$21,276,000
18	Medical Aid Account—State Appropriation	\$21,382,000
19	TOTAL APPROPRIATION.	\$42,658,000

20 The appropriations in this subsection are subject to the  
21 following conditions and limitations: \$25,000 of the accident account  
22 —state appropriation and \$25,000 of the medical aid account—state  
23 appropriation are provided solely for structured settlement reviews  
24 pursuant to Senate Bill No. 5822 (workers' compensation system). If  
25 the bill is not enacted by June 30, 2017, the amounts provided in  
26 this subsection shall lapse.

27 NEW SECTION. **Sec. 216. FOR THE CRIMINAL JUSTICE TRAINING**

28 **COMMISSION**

29	General Fund—State Appropriation (FY 2018)	\$20,856,000
30	General Fund—State Appropriation (FY 2019)	\$19,744,000
31	General Fund—Private/Local Appropriation	\$5,881,000
32	Death Investigations Account—State Appropriation	\$148,000
33	Municipal Criminal Justice Assistance Account—State	
34	Appropriation	\$460,000
35	Washington Auto Theft Prevention Authority Account—State	
36	Appropriation	\$8,167,000

1	24/7 Sobriety Account—State Appropriation . . . . .	\$30,000
2	Liquor Revolving Account—State Appropriation . . . . .	\$180,000
3	TOTAL APPROPRIATION. . . . .	\$55,466,000

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

6 (1) \$5,000,000 of the general fund—state appropriation for fiscal  
7 year 2018 and \$5,000,000 of the general fund—state appropriation for  
8 fiscal year 2019, are provided to the Washington association of  
9 sheriffs and police chiefs solely to verify the address and residency  
10 of registered sex offenders and kidnapping offenders under RCW  
11 9A.44.130. The association may use no more than \$50,000 per fiscal  
12 year of the amounts provided on program management activities.

13 (2) \$1,712,000 of the general fund—state appropriation for fiscal  
14 year 2018 and \$1,712,000 of the general fund—state appropriation for  
15 fiscal year 2019 are provided solely for seventy-five percent of the  
16 costs of providing eight additional statewide basic law enforcement  
17 trainings in each fiscal year. The criminal justice training  
18 commission must schedule its funded classes to minimize wait times  
19 throughout each fiscal year and meet statutory wait time  
20 requirements.

21 (3) \$838,080 of the general fund—local appropriation is provided  
22 solely to purchase ammunition for the basic law enforcement academy.  
23 Jurisdictions shall reimburse to the criminal justice training  
24 commission the costs of ammunition, based on the average cost of  
25 ammunition per cadet, for cadets that they enroll in the basic law  
26 enforcement academy.

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

29 (5) \$100,000 of the general fund—state appropriation for fiscal  
30 year 2018 and \$100,000 of the general fund—state appropriation for  
31 fiscal year 2019 are provided solely for a school safety program. The  
32 commission, in collaboration with the school safety center advisory  
33 committee, shall provide the school safety training for all school  
34 administrators and school safety personnel hired after the effective  
35 date of this section.

36 (6) \$96,000 of the general fund—state appropriation for fiscal  
37 year 2018 and \$96,000 of the general fund—state appropriation for  
38 fiscal year 2019 are provided solely for the school safety center  
39 within the commission. The safety center shall act as an information

1 dissemination and resource center when an incident occurs in a school  
2 district in Washington or in another state, coordinate activities  
3 relating to school safety, and review and approve manuals and  
4 curricula used for school safety models and training. Through an  
5 interagency agreement, the commission shall provide funding for the  
6 office of the superintendent of public instruction to continue to  
7 develop and maintain a school safety information web site. The school  
8 safety center advisory committee shall develop and revise the  
9 training program, using the best practices in school safety, for all  
10 school safety personnel. The commission shall provide research-  
11 related programs in school safety and security issues beneficial to  
12 both law enforcement and schools.

13 (7) \$146,000 of the general fund—state appropriation for fiscal  
14 year 2018 and \$146,000 of the general fund—state appropriation for  
15 fiscal year 2019 are provided solely for the costs of providing  
16 statewide advanced driving training with the use of a driving  
17 simulator.

18 (8) \$595,000 of the general fund—state appropriation for fiscal  
19 year 2018 and \$595,000 of the general fund—state appropriation for  
20 fiscal year 2019 are provided solely to continue crisis intervention  
21 training required in chapter 87, Laws of 2015.

22 (9) \$250,000 of the general fund—state appropriation for fiscal  
23 year 2018 and \$250,000 of the general fund—state appropriation for  
24 fiscal year 2019 are provided solely for the criminal justice  
25 training commission to deliver research-based programs to instruct,  
26 guide, and support local law enforcement agencies in fostering the  
27 "guardian philosophy" of policing, which emphasizes de-escalating  
28 conflicts and reducing the use of force.

29 (10) \$429,000 of the general fund—state appropriation for fiscal  
30 year 2018 and \$429,000 of the general fund—state appropriation for  
31 fiscal year 2019 are provided solely for expenditure into the  
32 nonappropriated Washington internet crimes against children account  
33 for the implementation of chapter 84, Laws of 2015.

34 (11) \$842,000 of the general fund—state appropriation for fiscal  
35 year 2018 and \$353,000 of the general fund—state appropriation for  
36 fiscal year 2019 are provided solely for the purposes of updating and  
37 providing basic and in-service training for peace officers and  
38 corrections officers that emphasizes de-escalation and use of less  
39 lethal force.

1 (12) \$100,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$100,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely to the Washington association of  
4 sheriffs and police chiefs to fund pilot projects in Benton and  
5 Franklin counties to support local law enforcement education for law  
6 enforcement, medical professionals, first responders, courts,  
7 educators, and others to raise awareness and identifying warning  
8 signs of human trafficking.

9 (13) \$500,000 of the general fund—state appropriation for fiscal  
10 year 2018 is provided solely to the Washington association of  
11 sheriffs and police chiefs to administer statewide training in the  
12 use of the Washington state gang database, established in compliance  
13 with RCW 43.43.762, and provide grant funding to ensure agencies  
14 enter appropriate and reliable data into the database. The training  
15 shall develop professionals with regional responsibilities for  
16 database administration throughout the state.

17 (14) \$180,000 of the liquor revolving account—state appropriation  
18 is provided solely for the Washington association of sheriffs and  
19 police chiefs to provide grants to cities or counties through  
20 interagency agreements for implementation of 24/7 sobriety programs  
21 in accordance with RCW 36.28A.300. If Senate Bill No. 5161 is not  
22 enacted by June 30, 2017, the amount provided in this subsection  
23 shall lapse.

24 NEW SECTION.      **Sec. 217.      FOR THE DEPARTMENT OF LABOR AND**  
25 **INDUSTRIES**

26	General Fund—State Appropriation (FY 2018)	\$16,871,000
27	General Fund—State Appropriation (FY 2019)	\$17,777,000
28	General Fund—Federal Appropriation	\$11,876,000
29	Asbestos Account—State Appropriation	\$489,000
30	Electrical License Account—State Appropriation	\$50,826,000
31	Farm Labor Contractor Account—State Appropriation	\$28,000
32	Worker and Community Right-to-Know Account—State	
33	Appropriation	\$962,000
34	Public Works Administration Account—State	
35	Appropriation	\$6,063,000
36	Manufactured Home Installation Training	
37	Account—State Appropriation	\$363,000
38	Accident Account—State Appropriation	\$298,387,000

1	Accident Account—Federal Appropriation . . . . .	\$16,765,000
2	Medical Aid Account—State Appropriation . . . . .	\$312,235,000
3	Medical Aid Account—Federal Appropriation . . . . .	\$3,739,000
4	Plumbing Certificate Account—State Appropriation . . . . .	\$1,829,000
5	Pressure Systems Safety Account—State Appropriation . . . . .	\$4,323,000
6	TOTAL APPROPRIATION. . . . .	\$742,533,000

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

9 (1) \$2,193,000 of the accident account—state appropriation and  
10 \$2,145,000 of the medical aid account—state appropriation are  
11 provided solely to business transformation and are subject to the  
12 conditions, limitations, and review provided in section 724 of this  
13 act.

14 (2) \$2,000,000 of the accident account—state appropriation and  
15 \$2,000,000 of the medical account—state appropriation are provided  
16 solely for a contract with the WTIA workforce institute to provide  
17 supplemental instruction for information technology apprentices.  
18 Funds spent for this purpose must be matched by an equal amount of  
19 funding from the information technology industry members.

20 (3) \$2,117,000 of the electrical license account—state  
21 appropriation is provided solely for grants to local governments to  
22 start their own electrical inspection programs.

23 (4)(a) \$100,000 of the general fund—state appropriation for  
24 fiscal year 2018 is provided solely to engage in rule making under  
25 RCW 49.46.020 to review the minimum wage for employees under eighteen  
26 years of age in light of the enactment of Initiative Measure No.  
27 1433. In the development of a proposed rule for public comment and  
28 consideration, the department shall consider:

29 (i) Academic research on the contribution employment has on high  
30 school graduation rates; admission to institutions of higher  
31 education, apprenticeship programs, and other post-secondary  
32 educational opportunities; and earnings outcomes later in life;

33 (ii) Data, where available, on the impact on teen employment in  
34 cities that have implemented increases in their minimum wage;

35 (iii) Options that provide incentives for employers to hire teen  
36 workers in their first job, or in roles connected to training  
37 programs; and

38 (iv) Options that insure the safety of teens and adherence to  
39 state and federal youth employment laws.

1 (b) The results of the review and a proposed rule for  
2 consideration must be complete by December 1, 2017.

3 (5)(a) \$250,000 of the medical aid account—state appropriation  
4 and \$250,000 of the accident fund—state appropriation are provided  
5 solely for the department to conduct a study on occupational disease  
6 claims. The purpose of the study is to identify medical providers who  
7 are inappropriately submitting occupational diseases claims and to  
8 develop best practices to better identify where employment is the  
9 proximate cause of diseases and conditions that are covered under  
10 industrial insurance. The study must specifically develop new tools  
11 and practices for the department and medical providers to use to  
12 assess when a disease or infection is proximately caused by  
13 distinctive conditions in employment as opposed to exposure to the  
14 disease or infection outside of his or her employment or as an  
15 ordinary condition of life to which the general public is exposed  
16 without regard to employment. The department, in consultation with  
17 the workers' compensation advisory committee, may select distinct  
18 diseases, infections, or conditions for review such as hearing loss.

19 (b) The department must work with its appropriate advisory  
20 committees to develop the study and provide a written report on the  
21 study to the appropriate committees of the legislature in December  
22 2017 and December 2018.

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

24 (1) HEADQUARTERS

25 General Fund—State Appropriation (FY 2018) . . . . . \$1,881,000  
26 General Fund—State Appropriation (FY 2019) . . . . . \$1,867,000  
27 Charitable, Educational, Penal, and Reformatory  
28 Institutions Account—State Appropriation . . . . . \$10,000  
29 TOTAL APPROPRIATION. . . . . \$3,758,000

30 (2) FIELD SERVICES

31 General Fund—State Appropriation (FY 2018) . . . . . \$6,128,000  
32 General Fund—State Appropriation (FY 2019) . . . . . \$6,105,000  
33 General Fund—Federal Appropriation . . . . . \$3,691,000  
34 General Fund—Private/Local Appropriation . . . . . \$4,715,000  
35 Veteran Estate Management Account—Private/Local  
36 Appropriation . . . . . \$645,000  
37 TOTAL APPROPRIATION. . . . . \$21,284,000

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

3 (a) \$300,000 of the general fund—state appropriation for fiscal  
4 year 2018 and \$300,000 of the general fund—state appropriation for  
5 fiscal year 2019 are provided solely to provide crisis and emergency  
6 relief and education, training, and employment assistance to veterans  
7 and their families in their communities through the veterans  
8 innovation program.

9 (b) \$200,000 of the general fund—state appropriation for fiscal  
10 year 2018 and \$200,000 of the general fund—state appropriation for  
11 fiscal year 2019 are provided solely to implement Senate Bill No.  
12 5849 (addressing the need for veterans services). If the bill is not  
13 enacted by June 30, 2017, the amounts provided in this subsection  
14 shall lapse.

15 (c) \$110,000 of the general fund—state appropriation for fiscal  
16 year 2018 and \$110,000 of the general fund—state appropriation for  
17 fiscal year 2019 are provided solely for the expansion of the  
18 veterans conservation corps by fifteen paid internships.

19 (3) INSTITUTIONAL SERVICES

20	General Fund—State Appropriation (FY 2018)	\$1,054,000
21	General Fund—State Appropriation (FY 2019)	\$970,000
22	General Fund—Federal Appropriation	\$86,126,000
23	General Fund—Private/Local Appropriation	\$33,486,000
24	TOTAL APPROPRIATION.	\$121,636,000

25 NEW SECTION. **Sec. 219. FOR THE DEPARTMENT OF HEALTH**

26	General Fund—State Appropriation (FY 2018)	\$64,657,000
27	General Fund—State Appropriation (FY 2019)	\$64,681,000
28	General Fund—Federal Appropriation	\$536,640,000
29	General Fund—Private/Local Appropriation	\$182,973,000
30	Hospital Data Collection Account—State Appropriation	\$336,000
31	Health Professions Account—State Appropriation	\$121,022,000
32	Aquatic Lands Enhancement Account—State Appropriation	\$619,000
33	Emergency Medical Services and Trauma Care Systems	
34	Trust Account—State Appropriation	\$9,236,000
35	Safe Drinking Water Account—State Appropriation	\$5,505,000
36	Drinking Water Assistance Account—Federal	
37	Appropriation	\$15,600,000



1	Waterworks Operator Certification—State Appropriation . . .	\$1,626,000
2	Drinking Water Assistance Administrative Account—State	
3	Appropriation . . . . .	\$363,000
4	Site Closure Account—State Appropriation . . . . .	\$2,025,000
5	Biotoxin Account—State Appropriation . . . . .	\$1,920,000
6	State Toxics Control Account—State Appropriation . . . . .	\$4,119,000
7	Medicaid Fraud Penalty Account—State Appropriation . . . . .	\$938,000
8	Medical Test Site Licensure Account—State	
9	Appropriation . . . . .	\$2,558,000
10	Youth Tobacco and Vapor Products Prevention Account—State	
11	Appropriation . . . . .	\$4,963,000
12	Dedicated Marijuana Account—State Appropriation	
13	(FY 2018). . . . .	\$9,754,000
14	Dedicated Marijuana Account—State Appropriation	
15	(FY 2019). . . . .	\$9,754,000
16	Public Health Supplemental Account—Private/Local	
17	Appropriation . . . . .	\$3,247,000
18	Accident Account—State Appropriation . . . . .	\$332,000
19	Medical Aid Account—State Appropriation . . . . .	\$53,000
20	TOTAL APPROPRIATION. . . . .	\$1,042,921,000

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

23       (1) The department of health shall not initiate any services that  
24 will require expenditure of state general fund moneys unless  
25 expressly authorized in this act or other law. The department of  
26 health and the state board of health shall not implement any new or  
27 amended rules pertaining to primary and secondary school facilities  
28 until the rules and a final cost estimate have been presented to the  
29 legislature, and the legislature has formally funded implementation  
30 of the rules through the omnibus appropriations act or by statute.  
31 The department may seek, receive, and spend, under RCW 43.79.260  
32 through 43.79.282, federal moneys not anticipated in this act as long  
33 as the federal funding does not require expenditure of state moneys  
34 for the program in excess of amounts anticipated in this act. If the  
35 department receives unanticipated unrestricted federal moneys, those  
36 moneys shall be spent for services authorized in this act or in any  
37 other legislation that provides appropriation authority, and an equal  
38 amount of appropriated state moneys shall lapse. Upon the lapsing of  
39 any moneys under this subsection, the office of financial management

1 shall notify the legislative fiscal committees. As used in this  
2 subsection, "unrestricted federal moneys" includes block grants and  
3 other funds that federal law does not require to be spent on  
4 specifically defined projects or matched on a formula basis by state  
5 funds.

6 (2) During the 2017-2019 fiscal biennium, each person subject to  
7 RCW 43.70.110(3)(c) is required to pay only one surcharge of up to  
8 twenty-five dollars annually for the purposes of RCW 43.70.112,  
9 regardless of how many professional licenses the person holds.

10 (3) Under the authority provided by RCW 43.20B.020, the  
11 department is authorized to increase the newborn screening fee by  
12 \$4.05 per baby screened in order to add X-linked adrenoleukodystrophy  
13 to the mandatory newborn screening panel.

14 (4) In accordance with RCW 43.20B.110, 43.135.055, and 71.24.035,  
15 the department is authorized to adopt license and certification fees  
16 in fiscal years 2018 and 2019 to support the costs of the regulatory  
17 program. The department's fee schedule shall have differential rates  
18 for providers with proof of accreditation from organizations that the  
19 department has determined to have substantially equivalent standards  
20 to those of the department, including but not limited to the joint  
21 commission on accreditation of health care organizations, the  
22 commission on accreditation of rehabilitation facilities, and the  
23 council on accreditation. To reflect the reduced costs associated  
24 with regulation of accredited programs, the department's fees for  
25 organizations with such proof of accreditation must reflect the lower  
26 costs of licensing for these programs than for other organizations  
27 which are not accredited.

28 (5) \$6,096,000 of the general fund—private/local appropriation is  
29 provided solely for an expansion of targeted case management for  
30 high-risk populations with health disparities in the HIV program.  
31 High-risk populations include minorities, people with HIV who are  
32 over the age of 50, and intravenous drug users. High-risk behavior  
33 includes not adhering to medications, skipping medical appointments,  
34 dropping out of care, or utilizing an ineffective treatment regimen.

35 (6) \$41,000 of the general fund—state appropriation for fiscal  
36 year 2018 and \$41,000 of the general fund—state appropriation for  
37 fiscal year 2019 are provided solely for the department to submit  
38 action plans to address the prevalence of diabetes in the Washington  
39 state population.

1 (7) \$1,214,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$1,151,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely for the sampling and testing of  
4 drinking water and water fixtures in public schools. The department,  
5 in collaboration with the educational service districts, must  
6 prioritize testing within elementary schools where drinking water and  
7 water fixtures have not been tested for contaminants at any time, and  
8 elementary schools where drinking water and water fixtures have not  
9 been tested within the past three years.

10 (8) Within existing appropriations, the department must study the  
11 experience of other state agencies, in collaboration with the office  
12 of the chief information officer, to prepare for the cost effective  
13 migration of servers from the town center campus into the state data  
14 center during the 2019-2021 fiscal biennium.

15 (9) \$290,000 of the general fund—state appropriation for fiscal  
16 year 2018, \$334,000 of the general fund—state appropriation for  
17 fiscal year 2019, \$500,000 of the general fund—federal appropriation,  
18 and \$273,000 of the health professions account appropriation are  
19 provided solely to implement Substitute Senate Bill No. 5248  
20 (addressing the use and misuse of opioids). If the bill is not  
21 enacted by June 30, 2017, the amounts provided in this subsection  
22 shall lapse.

23 (10) \$28,000 of the general fund—state appropriation for fiscal  
24 year 2018 and \$28,000 of the general fund—state appropriation for  
25 fiscal year 2019 are provided solely for staffing capacity at the  
26 department to support a performance audit of the fee setting process  
27 for each health profession licensed by the department.

28 (11) The department must reduce by ten percent the general fund—  
29 state expenditures for family planning services that exceed the state  
30 matching funds required under Title X of the Public Health Service  
31 Act, beginning July 1, 2017.

32 (12) \$850,000 of the general fund—state appropriation for fiscal  
33 year 2018 and \$850,000 of the general fund—state appropriation for  
34 fiscal year 2019 are provided solely to support organizations that  
35 provide breast and cervical cancer screening at the county level.

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

37 (1) ADMINISTRATION AND SUPPORT SERVICES

38 General Fund—State Appropriation (FY 2018) . . . . . \$60,847,000

1	General Fund—State Appropriation (FY 2019)	\$59,858,000
2	General Fund—Federal Appropriation	\$4,000
3	TOTAL APPROPRIATION.	\$120,709,000

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

6 (1) \$35,000 of the general fund—state appropriation for fiscal  
7 year 2018 and \$35,000 of the general fund—state appropriation for  
8 fiscal year 2019 are provided solely for the support of a statewide  
9 council on mentally ill offenders that includes as its members  
10 representatives of community-based mental health treatment programs,  
11 current or former judicial officers, and directors and commanders of  
12 city and county jails and state prison facilities. The council will  
13 investigate and promote cost-effective approaches to meeting the  
14 long-term needs of adults and juveniles with mental disorders who  
15 have a history of offending or who are at-risk of offending,  
16 including their mental health, physiological, housing, employment,  
17 and job training needs.

18 (2)(a) During the 2017-2019 fiscal biennium, the department must  
19 revise its agreements and contracts with vendors to include a  
20 provision to require that each vendor agrees to equality among its  
21 workers by ensuring similarly employed individuals are compensated as  
22 equals as follows:

23 (i) Employees are similarly employed if the individuals work for  
24 the same employer, the performance of the job requires comparable  
25 skill, effort, and responsibility, and the jobs are performed under  
26 similar working conditions. Job titles alone are not determinative of  
27 whether employees are similarly employed;

28 (ii) Vendors may allow differentials in compensation for its  
29 workers based in good faith on any of the following:

30 (A) A seniority system; a merit system; a system that measures  
31 earnings by quantity or quality of production; a bona fide job-  
32 related factor or factors; or a bona fide regional difference in  
33 compensation levels.

34 (B) A bona fide job-related factor or factors may include, but  
35 not be limited to, education, training, or experience, that is:  
36 Consistent with business necessity; not based on or derived from a  
37 gender-based differential; and accounts for the entire differential.

1 (C) A bona fide regional difference in compensation level must  
2 be: Consistent with business necessity; not based on or derived from  
3 a gender-based differential; and account for the entire differential.

4 (b) The provision must allow for the termination of the contract  
5 if the department or department of enterprise services determines  
6 that the vendor is not in compliance with this agreement or contract  
7 term.

8 (c) The department must implement this provision with any new  
9 contract and at the time of renewal of any existing contract.

10 (2) CORRECTIONAL OPERATIONS

11	General Fund—State Appropriation (FY 2018) . . . . .	\$503,499,000	
12	General Fund—State Appropriation (FY 2019) . . . . .	\$500,597,000	
13	General Fund—Federal Appropriation . . . . .	\$818,000	
14	Washington Auto Theft Prevention Authority Account—State 15	Appropriation . . . . .	\$5,846,000
16	TOTAL APPROPRIATION. . . . .	\$1,010,760,000	

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

19 (a) The department may contract for beds statewide to the extent  
20 that it is at no net cost to the department. The department shall  
21 calculate and report the average cost per offender per day, inclusive  
22 of all services, on an annual basis for a facility that is  
23 representative of average medium or lower offender costs. The  
24 duration of the contracts may be for up to four years. The department  
25 shall not pay a rate greater than \$98 per day per offender for all  
26 costs associated with the offender while in the local correctional  
27 facility to include programming and health care costs, or the  
28 equivalent of \$98 per day per bed including programming and health  
29 care costs for full units. The capacity provided at local  
30 correctional facilities must be for offenders whom the department of  
31 corrections defines as medium or lower security offenders.  
32 Programming provided for inmates held in local jurisdictions is  
33 included in the rate, and details regarding the type and amount of  
34 programming, and any conditions regarding transferring offenders must  
35 be negotiated with the department as part of any contract. Local  
36 jurisdictions must provide health care to offenders that meet  
37 standards set by the department. The local jail must provide all  
38 medical care including unexpected emergent care. The department must  
39 utilize a screening process to ensure that offenders with existing

1 extraordinary medical/mental health needs are not transferred to  
2 local jail facilities. If extraordinary medical conditions develop  
3 for an inmate while at a jail facility, the jail may transfer the  
4 offender back to the department, subject to terms of the negotiated  
5 agreement. Health care costs incurred prior to transfer are the  
6 responsibility of the jail.

7 (b) \$501,000 of the general fund—state appropriation for fiscal  
8 year 2018 and \$501,000 of the general fund—state appropriation for  
9 fiscal year 2019 are provided solely for the department to maintain  
10 the facility, property, and assets at the institution formerly known  
11 as the maple lane school in Rochester.

12 (c) \$1,379,000 of the general fund—state appropriation for fiscal  
13 year 2018, and \$1,379,000 of the general fund—state appropriation for  
14 fiscal year 2019 are provided solely for the department to contract  
15 for the use of inmate bed capacity in lieu of prison beds operated by  
16 the state to meet prison capacity needs.

17 (d) \$250,000 of the general fund—state appropriation for fiscal  
18 year 2018 and \$250,000 of the general fund—state appropriation for  
19 fiscal year 2019 are provided solely for the department to enter into  
20 an agreement to purchase electricity for the Monroe correctional  
21 complex from a sawmill waste cogeneration system that is connected to  
22 a lumber mill that employs at least 150 people. The agreement cannot  
23 increase the total cost for the purchase of electricity for the  
24 entire complex.

25 (e) \$434,000 of the general fund—state appropriation for fiscal  
26 year 2018 and \$1,504,000 of the general fund—state appropriation are  
27 provided solely for the implementation of Senate Bill No. 5037 (DUI  
28 4th offense/felony). If the bill is not enacted by June 30, 2017, the  
29 amounts provided in this subsection shall lapse.

30 (f) The appropriations in this section include sufficient funding  
31 for the implementation of Substitute Senate Bill No. 5099 (vulnerable  
32 persons/crimes).

33 (g) The appropriations in this section include sufficient funding  
34 for the implementation of Engrossed Second Substitute Senate Bill No.  
35 5294 (Department of Corrections).

36 (h) The appropriations in this section include sufficient funding  
37 for the implementation of Senate Bill No. 5904 (concerning convicted  
38 persons).

1 (i) Within the amounts appropriated in this section, the  
2 department of corrections must review the use of full body scanners  
3 at state correctional facilities for women to reduce the frequency of  
4 strip and body cavity searches and report with recommendations to the  
5 governor and the appropriate legislative committees by November 15,  
6 2017. The report must address the cost of technology, installation,  
7 and maintenance; the benefits to personnel and inmates; information  
8 regarding accumulated exposure to radiation; and general guidelines  
9 for implementation at a pilot facility.

10 (3) COMMUNITY SUPERVISION

11	General Fund—State Appropriation (FY 2018)	. . . . .	\$171,517,000
12	General Fund—State Appropriation (FY 2019)	. . . . .	\$164,555,000
13	General Fund—Federal Appropriation	. . . . .	\$2,207,000
14	TOTAL APPROPRIATION.	. . . . .	\$338,279,000

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

17 (a) The department of corrections shall contract with local and  
18 tribal governments for the provision of jail capacity to house  
19 offenders who violate the terms of their community supervision. A  
20 contract shall not have a cost of incarceration in excess of \$85 per  
21 day per offender. A contract shall not have a year-to-year increase  
22 in excess of three percent per year. The contracts may include rates  
23 for the medical care of offenders which exceed the daily cost of  
24 incarceration and the limitation on year-to-year increases, provided  
25 that medical payments conform to the department's offender health  
26 plan and pharmacy formulary, and all off-site medical expenses are  
27 preapproved by department utilization management staff.

28 (b) The department shall engage in ongoing mitigation strategies  
29 to reduce the costs associated with community supervision violators,  
30 including improvements in data collection and reporting and  
31 alternatives to short-term confinement for low-level violators.

32 (c) By November 1, 2017, the department of corrections shall  
33 provide a report to the office of financial management and the  
34 appropriate fiscal and policy committees of the legislature to  
35 include a review of the department's policies and procedures related  
36 to swift and certain sanctioning, and identification of legal  
37 decisions that impact caseload and operations. The report shall  
38 include recommendations for improving public and staff safety while  
39 decreasing recidivism through improved alignment of the department's

1 policies and procedures with current best practices concerning swift  
2 and certain sanctioning. The report shall include a review of  
3 department practices, legal decisions that impact caseload and  
4 operations, an analysis of current best practices in other  
5 jurisdictions that have adopted swift and certain sanctioning, and  
6 recommendations to improve the department's practices and procedures.

7 (d) \$16,000 of the general fund—state appropriation for fiscal  
8 year 2018, and \$363,000 of the general fund—state appropriation are  
9 provided solely for the implementation of Senate Bill No. 5037 (DUI  
10 4th offense/felony). If the bill is not enacted by June 30, 2017, the  
11 amounts provided in this subsection shall lapse.

12 (e) The appropriations in this section include sufficient funding  
13 for the implementation of Senate Bill No. 5904 (concerning convicted  
14 persons).

15 (4) CORRECTIONAL INDUSTRIES

16	General Fund—State Appropriation (FY 2018)	.. . . .	\$5,932,000
17	General Fund—State Appropriation (FY 2019)	.. . . .	\$5,923,000
18	TOTAL APPROPRIATION.	.. . . .	\$11,855,000

19 (5) INTERAGENCY PAYMENTS

20	General Fund—State Appropriation (FY 2018)	.. . . .	\$41,996,000
21	General Fund—State Appropriation (FY 2019)	.. . . .	\$38,959,000
22	TOTAL APPROPRIATION.	.. . . .	\$80,955,000

23 (6) OFFENDER CHANGE

24	General Fund—State Appropriation (FY 2018)	.. . . .	\$50,847,000
25	General Fund—State Appropriation (FY 2019)	.. . . .	\$50,996,000
26	TOTAL APPROPRIATION.	.. . . .	\$101,843,000

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

29 (a) The department of corrections shall use funds appropriated in  
30 this subsection (6) for offender programming. The department shall  
31 develop and implement a written comprehensive plan for offender  
32 programming that prioritizes programs which follow the risk-needs-  
33 responsivity model, are evidence-based, and have measurable outcomes.  
34 The department is authorized to discontinue ineffective programs and  
35 to repurpose underspent funds according to the priorities in the  
36 written plan.

37 (b) \$32,000 of the general fund—state appropriation for fiscal  
38 year 2018 and \$165,000 of the general fund—state appropriation are



1 provided solely for the implementation of Senate Bill No. 5037 (DUI  
2 4th offense/felony). If the bill is not enacted by June 30, 2017, the  
3 amounts provided in this subsection shall lapse.

4 (7) HEALTH CARE SERVICES

5	General Fund—State Appropriation (FY 2018)	\$128,761,000
6	General Fund—State Appropriation (FY 2019)	\$127,932,000
7	TOTAL APPROPRIATION	\$256,693,000

8 The appropriations in this subsection are subject to the  
9 following conditions and limitations: The state prison medical  
10 facilities may use funds appropriated in this subsection to purchase  
11 services, goods, and supplies through hospital or other group  
12 purchasing organizations when it is cost effective to do so.

13 NEW SECTION. **Sec. 221. FOR THE DEPARTMENT OF SERVICES FOR THE**  
14 **BLIND**

15	General Fund—State Appropriation (FY 2018)	\$2,434,000
16	General Fund—State Appropriation (FY 2019)	\$2,451,000
17	General Fund—Federal Appropriation	\$24,580,00
18	General Fund—Private/Local Appropriation	\$60,000
19	TOTAL APPROPRIATION	\$29,525,000

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

21	General Fund—Federal Appropriation	\$215,863,000
22	General Fund—Private/Local Appropriation	\$34,930,000
23	Unemployment Compensation Administration Account—Federal	
24	Appropriation	\$263,307,000
25	Administrative Contingency Account—State Appropriation	\$20,082,000
26	Employment Service Administrative Account—State	
27	Appropriation	\$52,896,000
28	TOTAL APPROPRIATION	\$587,078,000

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

31 (1) The department is directed to maximize the use of federal  
32 funds. The department must update its budget annually to align  
33 expenditures with anticipated changes in projected revenues.

34 (2) \$4,152,000 of the unemployment compensation administration  
35 account—federal appropriation is provided solely to the unemployment

1 tax and benefits systems and is subject to the conditions,  
2 limitations, and review provided in section 724 of this act.

3 (3)(a) For any workforce development council located in a county  
4 with a population greater than eight hundred forty thousand, but less  
5 than one million five hundred thousand that receives moneys or  
6 assistance from appropriations in this section, as a condition of  
7 receipt of such moneys or assistance, the workforce development  
8 council must participate in a local workforce coordinating committee  
9 convened by the county executive authority. The purpose of the local  
10 workforce coordinating committee is to facilitate local  
11 implementation of the state comprehensive plan for workforce training  
12 and education. This committee shall adopt an implementation plan that  
13 operationalizes the strategic priorities of the state comprehensive  
14 plan in a locally relevant manner.

15 (b) The local workforce coordinating committee shall be chaired  
16 by the county executive authority, and shall be composed of five  
17 voting members: (i) The county executive authority; (ii) the  
18 chairperson of the county legislative authority; (iii) the  
19 chairperson of the local workforce development council; (iv) the  
20 chief elected official of a city with a population greater than two  
21 hundred thousand; and (v) the chief executive of the local economic  
22 development agency.

23 (c) The local workforce coordinating committee shall include  
24 nonvoting, ex officio representation from the following state  
25 agencies: (i) The employment security department; (ii) the department  
26 of social and health services; (iii) the state board for community  
27 and technical colleges; and (iv) the workforce training and education  
28 coordinating board.

29 (d) To assure a locally integrated workforce development system,  
30 all publicly funded workforce development activities conducted within  
31 the county must align with the implementation plan adopted by the  
32 local workforce coordinating committee.

33 (e) If any part of this section is found to be in conflict with  
34 federal requirements that are a prescribed condition to the  
35 allocation of federal funds to the state, the conflicting part of  
36 this act is inoperative solely to the extent of the conflict and with  
37 respect to the agencies directly affected, and this finding does not  
38 affect the operation of the remainder of this act in its application  
39 to the agencies concerned.

(End of part)

**PART III**  
**NATURAL RESOURCES**

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

General Fund—State Appropriation (FY 2018)	\$226,000
General Fund—State Appropriation (FY 2019)	\$236,000
General Fund—Federal Appropriation	\$32,000
General Fund—Private/Local Appropriation	\$930,000
TOTAL APPROPRIATION.	\$1,424,000

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

General Fund—State Appropriation (FY 2018)	\$25,348,000
General Fund—State Appropriation (FY 2019)	\$24,986,000
General Fund—Federal Appropriation	\$104,720,000
General Fund—Private/Local Appropriation	\$22,358,000
Reclamation Account—State Appropriation	\$4,025,000
Flood Control Assistance Account—State Appropriation	\$2,100,000
State Emergency Water Projects Revolving Account—State Appropriation	\$40,000
Waste Reduction/Recycling/Litter Control—State Appropriation	\$13,367,000
State Drought Preparedness Account—State Appropriation	\$204,000
State and Local Improvements Revolving Account (Water Supply Facilities)—State Appropriation	\$156,000
Aquatic Algae Control Account—State Appropriation	\$519,000
Water Rights Tracking System Account—State Appropriation	\$46,000
Wood Stove Education and Enforcement Account—State Appropriation	\$555,000
Worker and Community Right-to-Know Account—State Appropriation	\$1,821,000
Water Rights Processing Account—State Appropriation	\$39,000
State Toxics Control Account—State Appropriation	\$126,215,000
State Toxics Control Account—Private/Local Appropriation	\$499,000
Local Toxics Control Account—State Appropriation	\$4,678,000
Water Quality Permit Account—State Appropriation	\$42,628,000
Underground Storage Tank Account—State Appropriation	\$3,446,000
Biosolids Permit Account—State Appropriation	\$2,146,000
Environmental Legacy Stewardship Account—State	

1	Appropriation . . . . .	\$39,707,000
2	Hazardous Waste Assistance Account—State Appropriation . .	\$6,194,000
3	Radioactive Mixed Waste Account—State Appropriation . . .	\$17,182,000
4	Air Pollution Control Account—State Appropriation . . . .	\$3,331,000
5	Oil Spill Prevention Account—State Appropriation . . . . .	\$8,180,000
6	Air Operating Permit Account—State Appropriation . . . . .	\$3,682,000
7	Freshwater Aquatic Weeds Account—State Appropriation . . .	\$1,447,000
8	Oil Spill Response Account—State Appropriation . . . . .	\$7,076,000
9	Water Pollution Control Revolving Administration	
10	Account—State Appropriation . . . . .	\$3,473,000
11	TOTAL APPROPRIATION. . . . .	\$470,168,000

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

14 (1) \$170,000 of the oil spill prevention account—state  
15 appropriation is provided solely for a contract with the University  
16 of Washington's sea grant program to continue an educational program  
17 targeted to small spills from commercial fishing vessels, ferries,  
18 cruise ships, ports, and marinas.

19 (2) \$310,000 of the state toxics control account—state  
20 appropriation is provided solely for the Spokane river regional  
21 toxics task force to address elevated levels of polychlorinated  
22 biphenyls in the Spokane river.

23 (3) \$15,000,000 of the general fund—state appropriation for  
24 fiscal year 2018 and \$15,000,000 of the general fund—state  
25 appropriation for fiscal year 2019 are provided solely for activities  
26 within the water resources program.

27 (4) Appropriations in this section are sufficient to implement  
28 Senate Bill No. 5230 (small business owners).

29 (5) \$872,000 of the radioactive mixed waste account—state  
30 appropriation is provided solely for information technology and  
31 regulatory and engineering support to administer the federal  
32 department of energy permit, and to properly develop and issue  
33 current and future permits. The department shall work cooperatively  
34 with the United States department of energy and the environmental  
35 protection agency to find efficiencies by streamlining the regulatory  
36 cleanup processes, accelerate the permitting process, and develop a  
37 clear prioritization of Hanford site cleanup projects.

38 (6) \$150,000 of the general fund—state appropriation for fiscal  
39 year 2018 is provided solely for the department of ecology to convene

1 a temporary work group to examine options for repealing or amending  
2 the rule codified at chapter 173-503 WAC. The department of ecology  
3 must consider the advice of the work group and develop  
4 recommendations for repealing or amending chapter 173-503 WAC in  
5 order to provide relief for individuals harmed by the rule, and to  
6 promote more opportunities for development of private property in the  
7 area governed by the rule.

8 (a) The department shall organize the work group; invite  
9 individuals to serve as members of the work group; arrange for  
10 meeting dates, times, and locations; and provide the administrative  
11 support necessary for the operation of the work group, including  
12 facilitation of meetings. The department must invite one  
13 representative from each of the following groups, organizations, or  
14 entities to be a member of the work group: (i) An organization  
15 representing landowners affected by chapter 173-503 WAC; (ii) a  
16 private property rights advocacy organization; (iii) Skagit county;  
17 (iv) Snohomish county; (v) a chamber of commerce or similar business  
18 organization representing business interests in Skagit county; (vi)  
19 an organization representing agricultural interests in Skagit county;  
20 (vii) an organization representing real estate sales or development  
21 interests in Skagit county; (viii) the Swinomish Indian tribal  
22 community; (ix) the Upper Skagit Indian tribe; (x) the Sauk-Suiattle  
23 tribe; (xi) an environmental advocacy organization; and (xii) the  
24 department of ecology. Legislators and legislative staff may  
25 participate in any meeting of the work group but shall not be members  
26 of the work group.

27 (b) Meetings of the work group must be open to the public and  
28 include opportunity for public comment, which may be limited at the  
29 discretion of the department in its role as facilitator of meetings.  
30 The work group must hold no more than three meetings, each of which  
31 must be held in Skagit county. After the final meeting, the  
32 department must produce a report based on the advice of the work  
33 group containing recommendations for repealing or amending the rule  
34 currently codified at chapter 173-503 WAC, consistent with the  
35 purpose of the work group as described in this subsection. The  
36 department must invite all work group members to submit optional  
37 separate concise statements that may be included in an appendix to  
38 the report. A work group member is not required to submit a separate  
39 statement. The department must provide the report to the legislature  
40 by January 8, 2018. The report must include a statement indicating

1 whether the department of ecology will propose to repeal or amend  
2 chapter 173-503 WAC. The work group shall be dissolved as of January  
3 8, 2018.

4 (7) Sufficient funds are provided for implementation of Engrossed  
5 Second Substitute Senate Bill No. 5239 (water availability).

6 (8) The department must convene a work group to develop the  
7 state's submission to the environmental mitigation trust created in  
8 the national Volkswagen partial consent decree. The purpose of the  
9 mitigation trust is to fund eligible mitigation actions that replace  
10 diesel emission sources with cleaner technology and allows the  
11 beneficiary states to select from a broad array of actions. To become  
12 a beneficiary, the state must file a certification form and a state  
13 mitigation plan. In order to provide legislators, state agencies,  
14 local governments, environmental groups, and other interested  
15 stakeholders with an opportunity to shape and provide input on the  
16 state's mitigation plan, a work group is created with members as  
17 provided in this subsection:

18 (i) The majority and minority leaders of the senate must appoint  
19 one member from each of the two largest caucuses of the senate;

20 (ii) The speaker of the house of representatives shall appoint  
21 one member from each of the two largest caucuses of the house;

22 (iii) The director of the department of ecology; and

23 (iv) One additional representative appointed by the governor.

24 (b) The work group must select a chair from among its membership.  
25 Meetings of the work group must be open to the public and allow for  
26 public comment.

27 (c) The department of ecology must provide staff support to the  
28 work group. Legislative members of the committee are reimbursed for  
29 travel expenses in accordance with RCW 44.04.120. Nonlegislative  
30 members are not entitled to be reimbursed for travel expenses if they  
31 are elected officials or are participating on behalf of an employer,  
32 government entity, or other organization. Any reimbursement for other  
33 nonlegislative members is subject to chapter 43.03 RCW. Committee  
34 expenditures are subject to approval by the senate facilities and  
35 operations committee and the house of representatives executive rules  
36 committee, or their successor committees.

37 (d) The work group must develop a recommended plan for submittal  
38 to the governor and the appropriate committees of the legislature at  
39 least ninety days prior to submittal of the state's mitigation plan  
40 to the trustee.

(e) \$250,000 of the air pollution control account—state appropriation must be held in unallotted reserve status and remain unexpended until the work group completes its work.

(9) No moneys may be expended from the appropriations in this section for public participation grants under RCW 70.105D.070 for any work in Whatcom county.

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

General Fund—State Appropriation (FY 2018)	\$9,349,000
General Fund—State Appropriation (FY 2019)	\$9,357,000
General Fund—Federal Appropriation	\$6,934,000
Winter Recreation Program Account—State Appropriation	\$3,336,000
ORV & Nonhighway Vehicle Account—State Appropriation	\$229,000
Snowmobile Account—State Appropriation	\$5,803,000
Aquatic Lands Enhancement Account—State Appropriation	\$367,000
Outdoor Education and Recreation Program Account—State Appropriation	\$1,000,000
Recreation Access Pass Account—State Appropriation	\$50,000
Parks Renewal and Stewardship Account—State Appropriation	\$121,518,000
Parks Renewal and Stewardship Account—Private/Local Appropriation	\$318,000
TOTAL APPROPRIATION	\$158,261,000

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

(1) \$79,000 of the general fund—state appropriation for fiscal year 2018, \$79,000 of the general fund—state appropriation for fiscal year 2019, and \$50,000 of the winter recreation program account—state appropriation are provided solely for a grant for the operation of the Northwest weather and avalanche center.

(2) \$100,000 of the general fund—state appropriation for fiscal year 2018 and \$100,000 of the general fund—state appropriation for fiscal year 2019 are provided solely for the commission to pay assessments charged by local improvement districts.

(3) \$700,000 of the parks renewal and stewardship account—state appropriation is provided solely for the commission to replace 32



1 existing automated pay stations and to install 38 additional  
2 automated pay stations within state parks.

3 (4) The commission must design and implement a recreational metal  
4 detector pilot project throughout the state park system. The  
5 commission must authorize the recreational use of metal detectors in  
6 all developed and disturbed areas of state parks including in  
7 campsites, parking areas, boat launches, swim beach areas, and  
8 similar areas that have been subject to development. Metal detector  
9 use in these areas is subject to reasonable rules and guidelines as  
10 described on the department's web site to protect cultural and  
11 historical resources. State parks may identify areas of a particular  
12 park to be excluded from the pilot project based on the likelihood of  
13 impacts to cultural or historical resources in that specific park.  
14 The pilot project must be in effect by August 1, 2017.

15 (5) \$50,000 of the recreation access pass account—state  
16 appropriation is provided solely for the commission, using its  
17 authority under RCW 79A.05.055(3) and in partnership with the  
18 department of fish and wildlife and the department of natural  
19 resources, to coordinate a process to develop options and  
20 recommendations to improve consistency, equity, and simplicity in  
21 recreational access fee systems while accounting for the fiscal  
22 health and stability of public land management. The process must be  
23 collaborative and include other relevant agencies and appropriate  
24 stakeholders. The commission must contract with the William D.  
25 Ruckelshaus Center or another neutral third party to facilitate  
26 meetings and discussions with parties involved in the process and  
27 provide a report to the appropriate committees of the legislature by  
28 December 1, 2017. The process must analyze and make recommendations  
29 on:

30 (a) Opportunities for federal and state recreational permit fee  
31 coordination, including the potential for developing a system that  
32 allows a single pass to provide access to federal and state lands;

33 (b) Opportunities to enhance consistency in the way state and  
34 federal recreational access fees apply to various types of  
35 recreational users, including those that travel to public lands by  
36 motor vehicle, boat, bicycle, foot, or another method; and

37 (c) Opportunities to develop a comprehensive and consistent  
38 statewide approach to recreational fee discounts and exemptions to  
39 social and other groups including, but not limited to, disabled  
40 persons, seniors, disabled veterans, foster families, low-income

1 residents, and volunteers. This analysis must examine the cost of  
2 such a program, and should consider how recreational fee discounts  
3 fit into the broader set of benefits provided by the state to these  
4 social groups. This includes a review of the efficacy, purpose, and  
5 cost of existing recreational fee discounts and exemptions, as well  
6 as opportunities for new or modified social group discounts and  
7 exemptions. The department of veterans affairs and the department of  
8 social and health services must be included in this portion of the  
9 process.

10 (6) Within the appropriations in this section, the commission  
11 must grant access to the Iron Horse/John Wayne trail for any person  
12 who owns land adjacent to the trail and applies for access or  
13 easement for agricultural purposes. The commission may request 24-  
14 hour notice prior to any agricultural use for transporting goods or  
15 machinery along the length of the trail. No prior notice may be  
16 required of adjacent landowners to cross the trail. Access shall not  
17 be unreasonably denied and shall be granted within one month of  
18 application or within 30 days of the effective date of this section  
19 for applications previously submitted from landowners.

20 NEW SECTION.      **Sec. 304. FOR THE RECREATION AND CONSERVATION**  
21 **FUNDING BOARD**

22	General Fund—State Appropriation (FY 2018) . . . . .	\$1,413,000
23	General Fund—State Appropriation (FY 2019) . . . . .	\$1,374,000
24	General Fund—Federal Appropriation . . . . .	\$3,578,000
25	General Fund—Private/Local Appropriation . . . . .	\$24,000
26	Aquatic Lands Enhancement Account—State Appropriation . . .	\$493,000
27	Firearms Range Account—State Appropriation . . . . .	\$37,000
28	Recreation Resources Account—State Appropriation . . . . .	\$3,421,000
29	NOVA Program Account—State Appropriation . . . . .	\$1,033,000
30	TOTAL APPROPRIATION. . . . .	\$11,373,000

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

33 (1) \$375,000 of the general fund—state appropriation for fiscal  
34 year 2018 and \$375,000 of the general fund—state appropriation for  
35 fiscal year 2019 are provided solely for the salmon recovery funding  
36 board to grant to the Hood Canal coordinating council for the sole  
37 purpose of conducting an ecosystem impact assessment on the Hood

1 Canal. The assessment is to study any causal relationship between the  
2 Hood Canal bridge and migrating steelhead and salmon.

3 (2) \$156,000 of the general fund—state appropriation for fiscal  
4 year 2018 and \$156,000 of the general fund—state appropriation for  
5 fiscal year 2019 are provided solely for the board to grant to the  
6 Nisqually River Foundation for implementation of the Nisqually  
7 watershed stewardship plan.

8 NEW SECTION. **Sec. 305. FOR THE ENVIRONMENTAL AND LAND USE**  
9 **HEARINGS OFFICE**

10	General Fund—State Appropriation (FY 2018) . . . . .	\$2,228,000
11	General Fund—State Appropriation (FY 2019) . . . . .	\$2,237,000
12	TOTAL APPROPRIATION. . . . .	\$4,465,000

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

14	General Fund—State Appropriation (FY 2018) . . . . .	\$6,815,000
15	General Fund—State Appropriation (FY 2019) . . . . .	\$6,817,000
16	General Fund—Federal Appropriation . . . . .	\$2,301,000
17	Public Works Assistance Account—State Appropriation . . .	\$7,602,000
18	State Toxics Control Account—State Appropriation . . . . .	\$1,000,000
19	TOTAL APPROPRIATION. . . . .	\$24,535,000

20 The appropriations in this section are subject to the following  
21 conditions and limitations: \$7,600,000 of the public works assistance  
22 account—state appropriation is provided solely for implementation of  
23 the voluntary stewardship program. This amount may not be used to  
24 fund agency indirect and administrative expenses.

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

26	General Fund—State Appropriation (FY 2018) . . . . .	\$42,112,000
27	General Fund—State Appropriation (FY 2019) . . . . .	\$40,184,000
28	General Fund—Federal Appropriation . . . . .	\$116,617,000
29	General Fund—Private/Local Appropriation . . . . .	\$62,393,000
30	ORV & Nonhighway Vehicle Account—State Appropriation . . . .	\$435,000
31	Aquatic Lands Enhancement Account—State Appropriation . .	\$9,643,000
32	Recreational Fisheries Enhancement—State Appropriation . .	\$3,022,000
33	Warm Water Game Fish Account—State Appropriation . . . . .	\$2,664,000
34	Eastern Washington Pheasant Enhancement Account—State	
35	Appropriation . . . . .	\$675,000

1	State Wildlife Account—State Appropriation . . . . .	\$114,680,000
2	Special Wildlife Account—State Appropriation . . . . .	\$70,000
3	Special Wildlife Account—Federal Appropriation . . . . .	\$502,000
4	Special Wildlife Account—Private/Local Appropriation . . .	\$3,540,000
5	Wildlife Rehabilitation Account—State Appropriation . . . .	\$361,000
6	Hydraulic Project Approval Account—State Appropriation . . .	\$678,000
7	Environmental Legacy Stewardship Account—State	
8	Appropriation . . . . .	\$2,728,000
9	Regional Fisheries Enhancement Salmonid Recovery Account—Federal	
10	Appropriation . . . . .	\$5,001,000
11	Oil Spill Prevention Account—State Appropriation . . . . .	\$1,073,000
12	Oyster Reserve Land Account—State Appropriation . . . . .	\$527,000
13	Aquatic Invasive Species Enforcement Account—State	
14	Appropriation. . . . .	\$224,000
15	Aquatic Invasive Species Prevention Account—State	
16	Appropriation . . . . .	\$788,000
17	Performance Audits of Government Account—State	
18	Appropriation. . . . .	\$325,000
19	TOTAL APPROPRIATION. . . . .	\$408,242,000

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

22 (1) \$403,000 of the general fund—state appropriation for fiscal  
23 year 2018 and \$403,000 for fiscal year 2019 are provided solely to  
24 pay for emergency fire suppression costs. This amount may not be used  
25 to fund agency indirect and administrative expenses.

26 (2) \$1,616,500 of the general fund—state appropriation for fiscal  
27 year 2018 and \$1,616,500 of the general fund—state appropriation for  
28 fiscal year 2019 are provided solely for payments in lieu of real  
29 property taxes to counties that elect to receive the payments for  
30 department owned game lands within the county.

31 (3) \$415,000 of the general fund—state appropriation for fiscal  
32 year 2018, \$415,000 of the general fund—state appropriation for  
33 fiscal year 2019, and \$440,000 of the general fund—federal  
34 appropriation are provided solely for county assessments.

35 (4) Prior to submitting its 2019-2021 biennial operating and  
36 capital budget requests related to state fish hatcheries to the  
37 office of financial management, the department shall contract with  
38 the hatchery scientific review group (HSRG) to review the proposed

1 requests. This review shall: (a) Determine if the proposed requests  
2 are consistent with HSRG recommendations; (b) prioritize the  
3 components of the requests based on their contributions to protecting  
4 wild salmonid stocks and meeting the recommendations of the HSRG; and  
5 (c) evaluate whether the proposed requests are being made in the most  
6 cost effective manner. The department shall provide a copy of the  
7 HSRG review to the office of financial management with its agency  
8 budget proposal.

9 (5) \$400,000 of the general fund—state appropriation for fiscal  
10 year 2018 and \$400,000 of the general fund—state appropriation for  
11 fiscal year 2019 are provided solely for a state match to support the  
12 Puget Sound nearshore partnership between the department and the  
13 United States army corps of engineers for activities and projects not  
14 within Whatcom county.

15 (6) Within the amounts appropriated in this section, the  
16 department shall identify additional opportunities for partnerships  
17 in order to keep fish hatcheries operational. Such partnerships shall  
18 aim to maintain fish production and salmon recovery with less  
19 reliance on state operating funds.

20 (7) Within available funds, the department must consult with  
21 affected tribes and landowners in Skagit county to develop and  
22 implement a plan designed to address elk-related agricultural damage  
23 and vehicular collisions by using all available and appropriate  
24 methods including, but not limited to, cooperative fencing projects  
25 and harvest in order to minimize elk numbers on private lands and  
26 maximize the number of elk located on state and federal lands. The  
27 plan must be implemented by September 1, 2018.

28 (8) \$725,000 of the general fund—state appropriation for fiscal  
29 year 2018 and \$725,000 of the general fund—state appropriation for  
30 fiscal year 2019 are provided solely for the department to enter into  
31 cost-sharing contracts with livestock producers to use nonlethal  
32 actions to minimize livestock loss from wolves and other carnivores.  
33 The department must also support the wolf advisory group in  
34 continuing to resolve conflicts between livestock producers, hunters,  
35 and wolf population recovery efforts.

36 (9)(a) \$2,500,000 of the general fund—state appropriation for  
37 fiscal year 2018 and \$2,500,000 of the general fund—state  
38 appropriation for fiscal year 2019 are provided solely as one time  
39 funding to support the department in response to its budget

1 shortfall. In order to address this shortfall on a long-term basis,  
2 the department must develop a plan for balancing projected revenue  
3 and expenditures and improving the efficiency and effectiveness of  
4 agency operations, including:

5 (i) Expenditure reduction options that maximize administrative  
6 and organizational efficiencies and savings, while avoiding hatchery  
7 closures and minimizing impacts to fisheries and hunting  
8 opportunities; and

9 (ii) Additional revenue options and an associated outreach plan  
10 designed to ensure that the public, stakeholders, the commission, and  
11 legislators have the opportunity to understand and impact the design  
12 of the revenue options.

13 (iii) The range of options created under (a)(i) and (ii) of this  
14 subsection must be prioritized by impact on achieving financial  
15 stability, impact on the public and fisheries and hunting  
16 opportunities, and on timeliness and ability to achieve intended  
17 outcomes.

18 (b) In consultation with the office of financial management, the  
19 department must consult with an outside management consultant to  
20 evaluate and implement efficiencies to the agency's operations and  
21 management practices. Specific areas of evaluation must include:

22 (i) Potential inconsistencies and increased costs associated with  
23 the decentralized nature of organizational authority and operations;

24 (ii) The department's budgeting and accounting processes,  
25 including work done at the central, program, and region levels, with  
26 specific focus on efficiencies to be gained by centralized budget  
27 control;

28 (iii) Executive management, program management, and regional  
29 management structures, specifically addressing accountability.

30 (c) In carrying out these planning requirements, the department  
31 must provide quarterly updates to the commission, office of financial  
32 management, and appropriate legislative committees. The department  
33 must provide a final summary of its process and plan by December 1,  
34 2017.

35 (10) \$325,000 of the performance audit of state government  
36 account—state appropriation is provided solely for the department, in  
37 cooperation with the office of financial management to conduct a  
38 zero-based budget review of its operating budget and activities to be  
39 submitted with the department's 2019-2021 biennial budget submittal.

1 Information and analysis submitted by the department for the zero-  
2 based review under this subsection shall include:

3 (a) A statement of the statutory basis or other basis for the  
4 creation of each program and the history of each program that is  
5 being reviewed;

6 (b) A description of how each program fits within the strategic  
7 plan and goals of the agency and an analysis of the quantified  
8 objectives of each program within the agency;

9 (c) Any available performance measures indicating the  
10 effectiveness and efficiency of each program;

11 (d) A description with supporting cost and staffing data of each  
12 program and the populations served by each program, and the level of  
13 funding and staff required to accomplish the goals of the program if  
14 different than the actual maintenance level;

15 (e) An analysis of the major costs and benefits of operating each  
16 program and the rationale for specific expenditure and staffing  
17 levels;

18 (f) An analysis estimating each program's administrative and  
19 other overhead costs;

20 (g) An analysis of the levels of services provided; and

21 (h) An analysis estimating the amount of funds or benefits that  
22 actually reach the intended recipients.

23 (11) Within the appropriations of this section, the department  
24 shall initiate outreach with recreational fishing stakeholders so  
25 that recreational fishing guide and non-guided angler data can be  
26 collected and analyzed to evaluate changes in the structure of guide  
27 licensing, with the objectives of: (a) Improving the fishing  
28 experience and ensuring equitable opportunity for both guided and  
29 non-guided river anglers, (b) managing fishing pressure to protect  
30 wild steelhead and other species; and (c) ensuring that recreational  
31 fish guiding remains a sustainable economic contributor to rural  
32 economies. The department shall convene public meetings in the North  
33 Olympic Peninsula and Klickitat River areas, and may include other  
34 areas of the state, and shall provide the appropriate standing  
35 committees of the legislature a summary of its findings, by December  
36 31, 2017.

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

38 General Fund—State Appropriation (FY 2018)	. . . . .	\$48,076,000
39 General Fund—State Appropriation (FY 2019)	. . . . .	\$50,229,000

1	General Fund—Federal Appropriation . . . . .	\$27,201,000
2	General Fund—Private/Local Appropriation . . . . .	\$2,372,000
3	Forest Development Account—State Appropriation . . . . .	\$50,023,000
4	ORV & Nonhighway Vehicle Account—State Appropriation . . . . .	\$7,127,000
5	Surveys and Maps Account—State Appropriation . . . . .	\$3,429,000
6	Aquatic Lands Enhancement Account—State Appropriation . . . . .	\$11,934,000
7	Resources Management Cost Account—State Appropriation . . . . .	\$110,488,000
8	Surface Mining Reclamation Account—State Appropriation . . . . .	\$4,035,000
9	Disaster Response Account—State Appropriation . . . . .	\$23,076,000
10	Forest and Fish Support Account—State Appropriation . . . . .	\$12,770,000
11	Aquatic Land Dredged Material Disposal Site Account—State	
12	Appropriation . . . . .	\$400,000
13	Natural Resources Conservation Areas Stewardship	
14	Account—State Appropriation . . . . .	\$34,000
15	Marine Resources Stewardship Trust Account—State	
16	Appropriation . . . . .	\$3,000
17	State Toxics Control Account—State Appropriation . . . . .	\$5,685,000
18	Forest Practices Application Account—State Appropriation . . . . .	\$1,666,000
19	Air Pollution Control Account—State Appropriation . . . . .	\$845,000
20	NOVA Program Account—State Appropriation . . . . .	\$714,000
21	Derelict Vessel Removal Account—State Appropriation . . . . .	\$1,938,000
22	Community Forest Trust Account—State Appropriation . . . . .	\$52,000
23	Agricultural College Trust Management Account—State	
24	Appropriation . . . . .	\$2,969,000
25	TOTAL APPROPRIATION. . . . .	\$365,066,000

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

28 (1) \$1,420,000 of the general fund—state appropriation for fiscal  
29 year 2018 and \$1,352,000 of the general fund—state appropriation for  
30 fiscal year 2019 are provided solely for deposit into the  
31 agricultural college trust management account and are provided solely  
32 to manage approximately 70,700 acres of Washington State University's  
33 agricultural college trust lands.

34 (2) \$16,546,000 of the general fund—state appropriation for  
35 fiscal year 2018 and \$16,546,000 of the general fund—state  
36 appropriation for fiscal year 2019 are provided solely for emergency  
37 fire suppression. The general fund—state appropriations provided in  
38 this subsection may not be used to fund the department's indirect and



1 administrative expenses. The department's indirect and administrative  
2 costs shall be allocated among its remaining accounts and  
3 appropriations.

4 (3) \$5,000,000 of the forest and fish support account—state  
5 appropriation is provided solely for outcome-based, performance  
6 contracts with tribes to participate in the implementation of the  
7 forest practices program. Contracts awarded may only contain indirect  
8 costs set at or below the rate in the contracting tribe's indirect  
9 cost agreement with the federal government. If federal funding for  
10 this purpose is reinstated, the amount provided in this subsection  
11 shall lapse.

12 (4) \$1,640,000 of the general fund—state appropriation for fiscal  
13 year 2018 and \$1,640,000 of the general fund—state appropriation for  
14 fiscal year 2019 are provided solely for the department to carry out  
15 the forest practices adaptive management program pursuant to RCW  
16 76.09.370 and the May 24, 2012, settlement agreement entered into by  
17 the department and the department of ecology. Scientific research  
18 must be carried out according to the master project schedule and work  
19 plan of cooperative monitoring, evaluation, and research priorities  
20 adopted by the forest practices board. The forest practices board  
21 shall submit a report to the legislature following review, approval,  
22 and solicitation of public comment on the cooperative monitoring,  
23 evaluation, and research master project schedule, to include:  
24 Cooperative monitoring, evaluation, and research science and related  
25 adaptive management expenditure details, accomplishments, the use of  
26 cooperative monitoring, evaluation, and research science in decision-  
27 making, and funding needs for the coming biennium. The report shall  
28 be provided to the appropriate committees of the legislature by  
29 October 1, 2018.

30 (5) \$211,000 of the general fund—state appropriation for fiscal  
31 year 2018 is provided solely for implementation of Engrossed  
32 Substitute Senate Bill No. 5198 (fire retardant use). The department  
33 shall study and report on the types and efficacy of fire retardants  
34 used in fire suppression activities, their potential impact on human  
35 health and natural resources, and make recommendations to the  
36 legislature by December 31, 2017. If the bill is not enacted by June  
37 30, 2017, the amount provided in this subsection shall lapse.

38 (6) \$505,000 of the general fund—state appropriation for fiscal  
39 year 2018 and \$486,000 of the general fund—state appropriation for

1 fiscal year 2019 are provided solely for implementation of Second  
2 Substitute Senate Bill No. 5546 (forest health treatment assessment).  
3 The department shall establish a forest health assessment and  
4 treatment framework that consists of biennial forest health  
5 assessments, treatments, and progress review and reporting. If the  
6 bill is not enacted by June 30, 2017, the amounts provided in this  
7 subsection shall lapse.

8 (7) \$150,000 of the aquatic lands enhancement account—state  
9 appropriation is provided solely for implementation of the marine  
10 resources advisory council's work and plan, including refinements of  
11 mapping activities, data tools, and stakeholder engagement.

12 (8) \$250,000 of the aquatic lands enhancement account—state  
13 appropriation is provided solely for ongoing costs of the Washington  
14 coastal marine advisory council to serve as a forum and provide  
15 recommendations on coastal management issues.

16 (9) \$533,000 of the general fund—state appropriation for fiscal  
17 year 2018 and \$477,000 of the general fund—state appropriation for  
18 fiscal year 2019 are provided solely for Teanaway community forest  
19 costs for law enforcement, payments for noxious weed and forest fire  
20 protection assessment, and other operations management costs.

21 (10) \$150,000 of the state toxics control account—state  
22 appropriation is provided solely for the department to meet its  
23 obligations as a potentially liable party under the Washington model  
24 toxics control act at Whitmarsh landfill and the east waterway site.

25 (11) \$25,000 of the general fund—state appropriation for fiscal  
26 year 2018 is provided solely for conducting an aerial survey of the  
27 Washington coast forests to monitor the occurrence and spread of  
28 Swiss needle cast disease.

29 (12)(a) The department must make:

30 (i) Water right S3-28687C available for sale to the city of Pasco  
31 pursuant to RCW 79.17.200 for the benefit of the common school trust;  
32 and

33 (ii) The commercially zoned portions of state trust land known as  
34 "Pasco 16" that is south of Interstate 82 and west of road 68 also  
35 known as lots 10 and 11 available for lease pursuant to RCW  
36 79.13.120.

37 (b) If these actions in (a)(i) and (ii) of this subsection are  
38 not completed by January 1, 2018, \$500,000 of the resource management

1 cost account—state appropriation must be placed in unallotted reserve  
2 status and remain unexpended.

3 (13) Within existing resources, the department, in collaboration  
4 with the emergency management division of the military department,  
5 must develop agreements with other state agencies to recruit state  
6 employees to voluntarily participate in the wildfire suppression  
7 program. Other agency staff are eligible to receive training, fire  
8 gear, and any other necessary items to be ready for deployment to  
9 fight wildfires when called. The department shall cover agency staff  
10 costs directly or through reimbursement and must submit a request for  
11 an appropriation in the next legislative session to fulfill this  
12 requirement. The department must provide a report detailing the  
13 opportunities, challenges, and recommendations for increasing state  
14 employee voluntary participation in the wildfire suppression program  
15 to the appropriate committees of the legislature by December 1, 2017.

16 (14) \$25,000 of the general fund—state appropriation for fiscal  
17 year 2018 is provided solely for the department to grant to the  
18 University of Washington, Olympic natural resources center to develop  
19 a plan to mitigate the effects of Swiss needle cast disease on  
20 douglas fir tree species.

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

22	General Fund—State Appropriation (FY 2018)	. . . . .	\$16,619,000
23	General Fund—State Appropriation (FY 2019)	. . . . .	\$16,673,000
24	General Fund—Federal Appropriation	. . . . .	\$31,030,000
25	General Fund—Private/Local Appropriation	. . . . .	\$193,000
26	Aquatic Lands Enhancement Account—State Appropriation	. . . . .	\$2,516,000
27	State Toxics Control Account—State Appropriation	. . . . .	\$5,416,000
28	Water Quality Permit Account—State Appropriation	. . . . .	\$73,000
29	TOTAL APPROPRIATION.	. . . . .	\$72,520,000

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

32 (1) \$6,108,445 of the general fund—state appropriation for fiscal  
33 year 2018 and \$6,102,905 of the general fund—state appropriation for  
34 fiscal year 2019 are provided solely for implementing the food  
35 assistance program as defined in RCW 43.23.290.

36 (2) Appropriations in this section are sufficient to implement  
37 Senate Bill No. 5230 (small business owners).

1 (3) \$132,000 of the general fund—state appropriation for fiscal  
2 year 2019 are provided solely for the department to fund an  
3 aquaculture coordinator. The aquaculture coordinator will work with  
4 shellfish growers and federal, state, and local governments to  
5 improve the efficiency and effectiveness of shellfish farm  
6 permitting. Many of those improvements will come directly from the  
7 shellfish interagency permitting team recommendations.

8 NEW SECTION. **Sec. 310. FOR THE WASHINGTON POLLUTION LIABILITY**  
9 **INSURANCE PROGRAM**

10 PLIA Underground Storage Tank Revolving Account—State  
11 Appropriation . . . . . \$10,000  
12 Pollution Liability Insurance Program Trust Account—State  
13 Appropriation . . . . . \$1,281,000  
14 TOTAL APPROPRIATION. . . . . \$1,291,000

15 NEW SECTION. **Sec. 311. FOR THE PUGET SOUND PARTNERSHIP**

16 General Fund—State Appropriation (FY 2018) . . . . . \$2,433,000  
17 General Fund—State Appropriation (FY 2019) . . . . . \$2,379,000  
18 General Fund—Federal Appropriation . . . . . \$8,026,000  
19 Aquatic Lands Enhancement Account—State Appropriation . . \$1,403,000  
20 State Toxics Control Account—State Appropriation . . . . . \$713,000  
21 TOTAL APPROPRIATION. . . . . \$14,954,000

22 The appropriations in this section are subject to the following  
23 conditions and limitations: By October 15, 2018, the Puget Sound  
24 partnership shall provide the governor a single, prioritized list of  
25 state agency 2019-2021 capital and operating budget requests related  
26 to Puget Sound restoration.

(End of part)

**PART IV**  
**TRANSPORTATION**

**NEW SECTION. Sec. 401. FOR THE DEPARTMENT OF LICENSING**

General Fund—State Appropriation (FY 2018)	\$1,642,000
General Fund—State Appropriation (FY 2019)	\$1,624,000
Architects' License Account—State Appropriation	\$975,000
Professional Engineers' Account—State Appropriation	\$3,812,000
Real Estate Commission Account—State Appropriation	\$10,709,000
Uniform Commercial Code Account—State Appropriation	\$3,351,000
Real Estate Education Program Account—State Appropriation	\$276,000
Real Estate Appraiser Commission Account—State Appropriation	\$1,818,000
Business and Professions Account—State Appropriation	\$18,696,000
Real Estate Research Account—State Appropriation	\$415,000
Geologists' Account—State Appropriation	\$53,000
Derelict Vessel Removal Account—State Appropriation	\$33,000
TOTAL APPROPRIATION	\$43,404,000

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

(1) \$75,000 of the general fund—state appropriation for fiscal year 2018 is provided solely for the implementation of Engrossed Senate Bill No. 5268 (concealed pistol license notices). If the bill is not enacted by June 30, 2017, the amount provided in this subsection shall lapse.

(2) \$198,000 of the general fund—state appropriation for fiscal year 2018 and \$11,000 of the general fund—state appropriation for fiscal year 2019 are provided solely for costs related to sending notices to persons to encourage the renewal of vessel registrations.

**NEW SECTION. Sec. 402. FOR THE STATE PATROL**

General Fund—State Appropriation (FY 2018)	\$41,387,000
General Fund—State Appropriation (FY 2019)	\$41,335,000
General Fund—Federal Appropriation	\$16,142,000
General Fund—Private/Local Appropriation	\$3,081,000
Death Investigations Account—State Appropriation	\$6,577,000
County Criminal Justice Assistance Account—State	

1	Appropriation . . . . .	\$3,572,000
2	Municipal Criminal Justice Assistance Account—State	
3	Appropriation . . . . .	\$1,460,000
4	Fire Service Trust Account—State Appropriation . . . . .	\$131,000
5	Vehicle License Fraud Account—State Appropriation . . . . .	\$64,000
6	Disaster Response Account—State Appropriation . . . . .	\$8,000,000
7	Fire Service Training Account—State Appropriation . . . . .	\$10,982,000
8	Aquatic Invasive Species Management Account—State	
9	Appropriation . . . . .	\$54,000
10	State Toxics Control Account—State Appropriation . . . . .	\$537,000
11	Fingerprint Identification Account—State Appropriation . . . . .	\$15,399,000
12	TOTAL APPROPRIATION. . . . .	\$148,721,000

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

15 (1) \$270,000 of the fire service training account—state  
16 appropriation is provided solely for two FTEs in the office of the  
17 state director of fire protection to exclusively review K-12  
18 construction documents for fire and life safety in accordance with  
19 the state building code. It is the intent of this appropriation to  
20 provide these services only to those districts that are located in  
21 counties without qualified review capabilities.

22 (2) \$8,000,000 of the disaster response account—state  
23 appropriation is provided solely for Washington state fire service  
24 resource mobilization costs incurred in response to an emergency or  
25 disaster authorized under RCW 43.43.960 through 43.43.964. The state  
26 patrol shall submit a report quarterly to the office of financial  
27 management and the legislative fiscal committees detailing  
28 information on current and planned expenditures from this account.  
29 This work shall be done in coordination with the military department.

30 (3) The Washington state patrol shall comply with RCW 43.88.110  
31 in maintaining proper accounting records and in submitting final  
32 adjustments necessary to close their books at the end of each fiscal  
33 year in the statutorily required timely manner. These submittals  
34 shall be in compliance with applicable budget and accounting  
35 regulations to reflect the fiscal position of the patrol and  
36 specifically to ensure sufficient accounting of accruals.

37 (4) \$700,000 of the fire service training account—state  
38 appropriation is provided solely for the firefighter apprenticeship  
39 training program.

1           (5) \$3,421,000 of the fingerprint identification account—state  
2 appropriation is provided solely for the completion of the state  
3 patrol's plan to upgrade the criminal history system, and is subject  
4 to the conditions, limitations, and review provided in section 724 of  
5 this act.

6           (6) \$1,039,000 of the fingerprint identification account—state  
7 appropriation is provided solely for the implementation of a sexual  
8 assault kit tracking database project and is subject to the  
9 conditions, limitations, and review provided in section 724 of this  
10 act.

11          (7) \$50,000 of the general fund—state appropriation for fiscal  
12 year 2018 and \$50,000 of the general fund—state appropriation for  
13 fiscal year 2019 are provided solely for the implementation of Senate  
14 Bill No. 5274 (WSPRS salary definition). If the bill is not enacted  
15 by June 30, 2017, the amounts provided in this subsection shall  
16 lapse.

(End of part)

PART V  
EDUCATION

NEW SECTION.      **Sec. 501.**      **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION**

General Fund—State Appropriation (FY 2018)	\$51,508,000
General Fund—State Appropriation (FY 2019)	\$43,846,000
General Fund—Federal Appropriation	\$67,624,000
General Fund—Private/Local Appropriation	\$8,037,000
WA Opportunity Pathways Account—State Appropriation	\$584,000
Dedicated Marijuana Account—State Appropriation (FY 2018)	\$512,000
Dedicated Marijuana Account—State Appropriation (FY 2019)	\$512,000
Performance Audits of Government Account—State Appropriation	\$210,000
TOTAL APPROPRIATION.	\$172,833,000

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

(1) \$9,997,000 of the general fund—state appropriation for fiscal year 2018 and \$10,261,000 of the general fund—state appropriation for fiscal year 2019 are provided solely for the operation and expenses of the office of the superintendent of public instruction.

(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.

(b) 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.

(c) By September of each year, the office of the superintendent of public instruction shall produce an annual status report on implementation 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 state staff funded by the proviso, number of contractors, status of proviso implementation, number of beneficiaries by year, list of



1 beneficiaries, a comparison of budgeted funding and actual  
2 expenditures, other sources and amounts of funding, and proviso  
3 outcomes and achievements.

4 (d) The superintendent of public instruction, in consultation  
5 with the secretary of state, shall update the program prepared and  
6 distributed under RCW 28A.230.150 for the observation of temperance  
7 and good citizenship day to include providing an opportunity for  
8 eligible students to register to vote at school.

9 (e) Districts shall annually report to the office of the  
10 superintendent of public instruction on: (i) The annual number of  
11 graduating high school seniors within the district earning the  
12 Washington state seal of biliteracy provided in RCW 28A.300.575; and  
13 (ii) the number of high school students earning competency-based high  
14 school credits for world languages by demonstrating proficiency in a  
15 language other than English. The office of the superintendent of  
16 public instruction shall provide a summary report to the office of  
17 the governor and the appropriate committees of the legislature by  
18 December 1st of each year.

19 (2) \$857,000 of the general fund—state appropriation for fiscal  
20 year 2018 and \$857,000 of the general fund—state appropriation for  
21 fiscal year 2019 are provided solely for activities associated with  
22 the implementation of new school finance systems required by chapter  
23 236, Laws of 2010 (K-12 education funding) and chapter 548, Laws of  
24 2009 (state's education system), including technical staff, systems  
25 reprogramming, and workgroup deliberations, including the data  
26 governance working group.

27 (3)(a) \$911,000 of the general fund—state appropriation for  
28 fiscal year 2018 and \$911,000 of the general fund—state appropriation  
29 for fiscal year 2019 are provided solely for the operation and  
30 expenses of the state board of education, including basic education  
31 assistance activities.

32 (b) \$322,000 of the Washington opportunity pathways account—state  
33 appropriation is provided solely for the state board of education to  
34 provide assistance to public schools other than common schools  
35 authorized under chapter 28A.710 RCW.

36 (4) \$4,618,000 of the general fund—state appropriation for fiscal  
37 year 2018 and \$4,618,000 of the general fund—state appropriation for  
38 fiscal year 2019 are provided solely to the professional educator  
39 standards board for the following:

1 (a) \$1,115,000 in fiscal year 2018 and \$1,115,000 in fiscal year  
2 2019 are for the operation and expenses of the Washington  
3 professional educator standards board;

4 (b) \$2,372,000 of the general fund—state appropriation for fiscal  
5 year 2018 and \$2,372,000 of the general fund—state appropriation for  
6 fiscal year 2019 are for grants to improve preservice teacher  
7 training and for funding of alternate routes to certification  
8 programs administered by the professional educator standards board.  
9 Alternate routes programs include the pipeline for paraeducators  
10 program, the retooling to teach conditional loan programs, and the  
11 recruiting Washington teachers program. Priority shall be given to  
12 programs that support bilingual teachers and English language  
13 learners. Within this subsection (4)(b), up to \$500,000 per fiscal  
14 year is available for grants to public or private colleges of  
15 education in Washington state to develop models and share best  
16 practices for increasing the classroom teaching experience of  
17 preservice training programs;

18 (c) \$25,000 of the general fund—state appropriation for fiscal  
19 year 2018 and \$25,000 of the general fund—state appropriation for  
20 fiscal year 2019 are provided solely for the professional educator  
21 standards board to develop educator interpreter standards and  
22 identify interpreter assessments that are available to school  
23 districts. Interpreter assessments should meet the following  
24 criteria: (A) Include both written assessment and performance  
25 assessment; (B) be offered by a national organization of professional  
26 sign language interpreters and transliterators; and (C) be designed  
27 to assess performance in more than one sign system or sign language.  
28 The board shall establish a performance standard, defining what  
29 constitutes a minimum assessment result, for each educational  
30 interpreter assessment identified. The board shall publicize the  
31 standards and assessments for school district use.

32 (d) \$1,106,000 of the general fund—state appropriation for fiscal  
33 year 2018 and \$1,106,000 of the general fund—state appropriation for  
34 fiscal year 2019 are provided solely for implementation of Senate  
35 Bill No. 5070 (paraeducators). If the bill is not enacted by June 30,  
36 2017, the amounts provided in this subsection shall lapse.

37 (5) \$266,000 of the general fund—state appropriation for fiscal  
38 year 2018 and \$266,000 of the general fund—state appropriation for  
39 fiscal year 2019 are provided solely for the implementation of

1 chapter 240, Laws of 2010, including staffing the office of equity  
2 and civil rights. Within the amounts provided in this subsection, the  
3 office of the superintendent of public instruction shall:

4 (a) Maintain and have available upon request a list of school  
5 districts that have and have not adopted the Washington state school  
6 directors' association's model policy on language access for limited-  
7 English proficient parents;

8 (b) Adopt rules regarding school districts' communication of the  
9 language access policy and procedure to parents, students, employees,  
10 and volunteers; and

11 (c) Publish to the agency web site a listing of language access  
12 services providers available to school districts, including but not  
13 limited to, the telephonic, in-person, or video-remote interpreter  
14 services vendors on contract with the state of Washington, including  
15 contact information and training programs that are available to  
16 support school districts in preparing employees for how to access and  
17 effectively use an interpreter.

18 (6) \$50,000 of the general fund—state appropriation for fiscal  
19 year 2018 and \$50,000 of the general fund—state appropriation for  
20 fiscal year 2019 are provided solely for the ongoing work of the  
21 education opportunity gap oversight and accountability committee.

22 (7) \$61,000 of the general fund—state appropriation for fiscal  
23 year 2018 and \$61,000 of the general fund—state appropriation for  
24 fiscal year 2019 are provided solely for the implementation of  
25 chapter 380, Laws of 2009 (enacting the interstate compact on  
26 educational opportunity for military children).

27 (8) \$262,000 of the Washington opportunity pathways account—state  
28 appropriation is provided solely for activities related to public  
29 schools other than common schools authorized under chapter 28A.710  
30 RCW.

31 (9) \$1,802,000 of the general fund—state appropriation for fiscal  
32 year 2018 and \$1,802,000 of the general fund—state appropriation for  
33 fiscal year 2019 are provided solely for implementing a comprehensive  
34 data system to include financial, student, and educator data,  
35 including development and maintenance of the comprehensive education  
36 data and research system (CEDARS).

37 (10) \$50,000 of the general fund—state appropriation for fiscal  
38 year 2018 and \$50,000 of the general fund—state appropriation for  
39 fiscal year 2019 are provided solely for project citizen, a program

1 sponsored by the national conference of state legislatures and the  
2 center for civic education to promote participation in government by  
3 middle school students.

4 (11) \$1,500,000 of the general fund—state appropriation for  
5 fiscal year 2018 is provided solely for collaborative schools for  
6 innovation and success authorized under chapter 53, Laws of 2012. The  
7 office of the superintendent of public instruction shall award  
8 \$500,000 in funding for each collaborative school for innovation and  
9 success selected for participation in the pilot program during 2012.

10 (12) \$123,000 of the general fund—state appropriation for fiscal  
11 year 2018 and \$123,000 of the general fund—state appropriation for  
12 fiscal year 2019 are provided solely for implementation of chapter  
13 163, Laws of 2012 (foster care outcomes). The office of the  
14 superintendent of public instruction shall annually report each  
15 December on the implementation of the state's plan of cross-system  
16 collaboration to promote educational stability and improve education  
17 outcomes of foster youth.

18 (13) \$250,000 of the general fund—state appropriation for fiscal  
19 year 2018 is provided solely for implementation of chapter 178, Laws  
20 of 2012 (open K-12 education resources).

21 (14) \$93,000 of the general fund—state appropriation for fiscal  
22 year 2016 and \$93,000 of the general fund—state appropriation for  
23 fiscal year 2017 are provided solely for chapter 185, Laws of 2011  
24 (bullying prevention), which requires the office of the  
25 superintendent of public instruction to convene an ongoing workgroup  
26 on school bullying and harassment prevention. Within the amounts  
27 provided, \$140,000 is for youth suicide prevention activities.

28 (15) \$14,000 of the general fund—state appropriation for fiscal  
29 year 2018 and \$14,000 of the general fund—state appropriation for  
30 fiscal year 2019 are provided solely for implementation of chapter  
31 242, Laws of 2013 (state-tribal education compacts).

32 (16) \$62,000 of the general fund—state appropriation for fiscal  
33 year 2018 and \$62,000 of the general fund—state appropriation for  
34 fiscal year 2019 are provided solely for competitive grants to school  
35 districts to increase the capacity of high schools to offer AP  
36 computer science courses. In making grant allocations, the office of  
37 the superintendent of public instruction must give priority to  
38 schools and districts in rural areas, with substantial enrollment of  
39 low-income students, and that do not offer AP computer science.

1 School districts may apply to receive either or both of the following  
2 grants:

3 (a) A grant to establish partnerships to support computer science  
4 professionals from private industry serving on a voluntary basis as  
5 coinstructors along with a certificated teacher, including via  
6 synchronous video, for AP computer science courses; or

7 (b) A grant to purchase or upgrade technology and curriculum  
8 needed for AP computer science, as well as provide opportunities for  
9 professional development for classroom teachers to have the requisite  
10 knowledge and skills to teach AP computer science.

11 (17) \$10,000 of the general fund—state appropriation for fiscal  
12 year 2018 and \$10,000 of the general fund—state appropriation for  
13 fiscal year 2019 are provided solely for the superintendent of public  
14 instruction to convene a committee for the selection and recognition  
15 of Washington innovative schools. The committee shall select and  
16 recognize Washington innovative schools based on the selection  
17 criteria established by the office of the superintendent of public  
18 instruction, in accordance with chapter 202, Laws of 2011 (innovation  
19 schools—recognition) and chapter 260, Laws of 2011 (innovation  
20 schools and zones).

21 (18) \$100,000 of the general fund—state appropriation for fiscal  
22 year 2018 and \$100,000 of the general fund—state appropriation for  
23 fiscal year 2019 are provided solely for the Mobius science center to  
24 expand mobile outreach of science, technology, engineering, and  
25 mathematics (STEM) education to students in rural, tribal, and low-  
26 income communities.

27 (19) \$131,000 of the general fund—state appropriation for fiscal  
28 year 2018, \$131,000 of the general fund—state appropriation for  
29 fiscal year 2019, and \$210,000 of the performance audits of  
30 government account—state appropriation are provided solely for the  
31 office of the superintendent of public instruction to perform on-  
32 going program reviews of alternative learning experience programs,  
33 dropout reengagement programs, and other high risk programs. Findings  
34 from the program reviews will be used to support and prioritize the  
35 office of the superintendent of public instruction outreach and  
36 education efforts that assist school districts in implementing the  
37 programs in accordance with statute and legislative intent, as well  
38 as to support financial and performance audit work conducted by the  
39 office of the state auditor.

1 (20) \$31,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$55,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely for the office of the  
4 superintendent of public instruction for statewide implementation of  
5 career and technical education course equivalency frameworks  
6 authorized under RCW 28A.700.070 for math and science. This may  
7 include development of additional equivalency course frameworks,  
8 course performance assessments, and professional development for  
9 districts implementing the new frameworks.

10 (21) \$142,000 of the general fund—state appropriation for fiscal  
11 year 2018 and \$142,000 of the general fund—state appropriation for  
12 fiscal year 2019 are provided solely for youth suicide prevention  
13 activities.

14 (22) \$2,541,000 of the general fund—state appropriation for  
15 fiscal year 2018 and \$2,541,000 of the general fund—state  
16 appropriation for fiscal year 2019 are provided solely for a corps of  
17 nurses located at educational service districts, as determined by the  
18 superintendent of public instruction, to be dispatched to the most  
19 needy schools to provide direct care to students, health education,  
20 and training for school staff.

21 (23) \$300,000 of the general fund—state appropriation for fiscal  
22 year 2018 and \$300,000 of the general fund—state appropriation for  
23 fiscal year 2019 are provided solely for a nonviolence and leadership  
24 training program provided by the institute for community leadership.

25 (24) \$1,221,000 of the general fund—state appropriation for  
26 fiscal year 2018 and \$1,221,000 of the general fund—state  
27 appropriation for fiscal year 2019 are provided solely for K-20  
28 telecommunications network technical support in the K-12 sector to  
29 prevent system failures and avoid interruptions in school utilization  
30 of the data processing and video-conferencing capabilities of the  
31 network. These funds may be used to purchase engineering and advanced  
32 technical support for the network.

33 (25) \$3,940,000 of the general fund—state appropriation for  
34 fiscal year 2018 and \$3,940,000 of the general fund—state  
35 appropriation for fiscal year 2019 are provided solely for the  
36 Washington state achievers scholarship and Washington higher  
37 education readiness program. The funds shall be used to: Support  
38 community involvement officers that recruit, train, and match  
39 community volunteer mentors with students selected as achievers

1 scholars; and to identify and reduce barriers to college for low-  
2 income and underserved middle and high school students.

3 (26) \$1,354,000 of the general fund—state appropriation for  
4 fiscal year 2018 and \$1,354,000 of the general fund—state  
5 appropriation for fiscal year 2019 are provided solely for  
6 contracting with a college scholarship organization with expertise in  
7 conducting outreach to students concerning eligibility for the  
8 Washington college bound scholarship consistent with chapter 405,  
9 Laws of 2007.

10 (27) \$1,000,000 of the general fund—state appropriation for  
11 fiscal year 2018, \$1,000,000 of the general fund—state appropriation  
12 for fiscal year 2019, and \$1,024,000 of the dedicated marijuana  
13 account—state appropriation are provided solely for dropout  
14 prevention, intervention, and reengagement programs, including the  
15 jobs for America's graduates (JAG) program, dropout prevention  
16 programs that provide student mentoring, and the building bridges  
17 statewide program. Students in the foster care system or who are  
18 homeless shall be given priority by districts offering the jobs for  
19 America's graduates program. The office of the superintendent of  
20 public instruction shall convene staff representatives from high  
21 schools to meet and share best practices for dropout prevention. Of  
22 these amounts, \$512,000 of the dedicated marijuana account—state  
23 appropriation for fiscal year 2018, and \$512,000 of the dedicated  
24 marijuana account—state appropriation for fiscal year 2019 are  
25 provided solely for the building bridges statewide program.

26 (28) \$2,984,000 of the general fund—state appropriation for  
27 fiscal year 2018 and \$2,984,000 of the general fund—state  
28 appropriation for fiscal year 2019 are provided solely for the  
29 Washington kindergarten inventory of developing skills. State funding  
30 shall support statewide administration and district implementation of  
31 the inventory under RCW 28A.655.080.

32 (29) \$75,000 of the general fund—state appropriation for fiscal  
33 year 2018 and \$75,000 of the general fund—state appropriation for  
34 fiscal year 2019 are provided solely to subsidize advanced placement  
35 exam fees and international baccalaureate class fees and exam fees  
36 for low-income students. To be eligible for the subsidy, a student  
37 must be either enrolled or eligible to participate in the federal  
38 free or reduced-price lunch program, and the student must have  
39 maximized the allowable federal contribution. The office of the

1 superintendent of public instruction shall set the subsidy in an  
2 amount so that the advanced placement exam fee does not exceed \$15.00  
3 and the combined class and exam fee for the international  
4 baccalaureate does not exceed \$14.50.

5 (30) \$293,000 of the general fund—state appropriation for fiscal  
6 year 2018 and \$293,000 of the general fund—state appropriation for  
7 fiscal year 2019 are provided solely for the office of the  
8 superintendent of public instruction to support district  
9 implementation of comprehensive guidance and planning programs  
10 consistent with RCW 28A.600.045.

11 (31) \$3,758,000 of the general fund—state appropriation for  
12 fiscal year 2018 and \$3,758,000 of the general fund—state  
13 appropriation for fiscal year 2019 are provided solely for  
14 implementation of Engrossed Second Substitute House Bill No. 1546  
15 (dual credit education opportunities).

16 (32) \$117,000 of the general fund—state appropriation for fiscal  
17 year 2018 and \$117,000 of the general fund—state appropriation for  
18 fiscal year 2019 are provided solely for implementation of chapter 3  
19 (SHB No. 1813), Laws of 2015 1st sp. sess. (computer science).

20 (33)(a) \$250,000 of the general fund—state appropriation for  
21 fiscal year 2018 and \$250,000 of the general fund—state appropriation  
22 for fiscal year 2019 are provided solely for the office of the  
23 superintendent of public instruction to implement a K-12 dual  
24 language expansion grant program to build and expand well-  
25 implemented, sustainable dual language programs and create state-  
26 level infrastructure dedicated to dual language instruction.

27 (b) The superintendent shall award grants to pairs of school  
28 districts for periods of two years. Each awarded pair must have one  
29 district with an established dual language program with a plan for  
30 expansion, and another district with the desire to implement a new  
31 dual language program.

32 (c) Grant funds may be used for professional development,  
33 supplemental materials, training, administrative staffing of the  
34 program, site visits, recruiting bilingual teachers and instructional  
35 aides, program evaluation, and coaching.

36 (34) \$125,000 of the general fund—state appropriation for fiscal  
37 year 2018 and \$125,000 of the general fund—state appropriation for  
38 fiscal year 2019 are provided solely for the Kip Tokuda memorial  
39 Washington civil liberties public education program. The



1 superintendent of public instruction shall award grants consistent  
2 with RCW 28A.300.410.

3 (35) \$1,000,000 of the general fund—state appropriation for  
4 fiscal year 2016 and \$1,000,000 of the general fund—state  
5 appropriation for fiscal year 2017 are provided solely for the  
6 computer science and education grant program to support the following  
7 three purposes: Train and credential teachers in computer sciences;  
8 provide and upgrade technology needed to learn computer science; and,  
9 for computer science frontiers grants to introduce students to and  
10 engage them in computer science. The office of the superintendent of  
11 public instruction must use the computer science learning standards  
12 adopted pursuant to Substitute House Bill No. 1813 (computer science)  
13 in implementing the grant, to the extent possible. Additionally,  
14 grants provided for the purpose of introducing students to computer  
15 science are intended to support innovative ways to introduce and  
16 engage students from historically underrepresented groups, including  
17 girls, low-income students, and minority students, to computer  
18 science and to inspire them to enter computer science careers. Grant  
19 funds for the computer science and education grant program may be  
20 expended only to the extent that they are equally matched by private  
21 sources for the program, including gifts, grants, or endowments.

22 (36) \$1,461,000 of the general fund—state appropriation for  
23 fiscal year 2018 and \$1,461,000 of the general fund—state  
24 appropriation for fiscal year 2019 are provided solely for a contract  
25 with a nongovernmental entity or entities for demonstration sites to  
26 improve the educational outcomes of students who are dependent  
27 pursuant to chapter 13.34 RCW pursuant to chapter 71, Laws of 2016  
28 (Fourth Substitute House Bill No. 1999, foster youth edu. outcomes).

29 (a) Of the amount provided in this subsection, \$446,000 of the  
30 general fund—state appropriation for fiscal year 2018 and \$446,000 of  
31 the general fund—state appropriation for fiscal year 2019 are  
32 provided solely for the demonstration site established pursuant to  
33 the 2013-2015 omnibus appropriations act, section 202(10), chapter 4,  
34 Laws of 2013, 2nd sp. sess.

35 (b) Of the amount provided in this subsection, \$1,015,000 of the  
36 general fund—state appropriation for fiscal year 2018 and \$1,015,000  
37 of the general fund—state appropriation for fiscal year 2019 are  
38 provided solely for the demonstration site established pursuant to

1 the 2015-2017 omnibus appropriations act, section 501(43)(b), chapter  
2 4, Laws of 2015, 3rd sp. sess., as amended.

3 (37) \$753,000 of the general fund—state appropriation for fiscal  
4 year 2018 and \$703,000 of the general fund—state appropriation for  
5 fiscal year 2019 are provided solely for implementation of chapter  
6 72, Laws of 2016 (Fourth Substitute House Bill No. 1541, educational  
7 opportunity gap).

8 (38) \$57,000 of the general fund—state appropriation for fiscal  
9 year 2018 and \$15,000 of the general fund—state appropriation for  
10 fiscal year 2019 are provided solely for implementation of chapter  
11 240, Laws of 2016 (Engrossed Senate Bill No. 6620, school safety).

12 (39) \$6,340,000 of the general fund—state appropriation for  
13 fiscal year 2018 is provided solely for implementation of Substitute  
14 Senate Bill No. 5607 (education). If the bill is not enacted by June  
15 30, 2017, the amount provided in this subsection shall lapse.

16 (40) \$741,000 of the general fund—state appropriation for fiscal  
17 year 2018 and \$741,000 of the general fund—state appropriation for  
18 fiscal year 2019 are provided solely for implementation of Substitute  
19 Senate Bill No. 5712 (bilingual workforce). If the bill is not  
20 enacted by June 30, 2017, the amounts provided in this subsection  
21 shall lapse.

22 (41) \$62,000 of the general fund—state appropriation for fiscal  
23 year 2018 and \$63,000 of the general fund—state appropriation for  
24 fiscal year 2019 are provided solely for implementation of Second  
25 Substitute Senate Bill No. 5236 (civics learning partnership). If the  
26 bill is not enacted by June 30, 2017, the amounts provided in this  
27 subsection shall lapse.

28 (42) \$200,000 of the general fund—state appropriation for fiscal  
29 year 2018 and \$300,000 of the general fund—state appropriation for  
30 fiscal year 2019 are provided solely for implementation of a  
31 statewide career and technical education course equivalency framework  
32 for high schools and skill centers in science, technology,  
33 engineering, and mathematics as required under Substitute Senate Bill  
34 No. 5853 (career technical education).

35 (43) \$178,000 of the general fund—state appropriation for fiscal  
36 year 2018 and \$179,000 of the general fund—state appropriation for  
37 fiscal year 2019 are provided solely for implementation of Second  
38 Substitute Senate Bill No. 5258 (Washington Aim Program). If the bill

1 is not enacted by June 30, 2017, the amounts provided in this  
2 subsection shall lapse.

3 (44) \$440,000 of the general fund—state appropriation for fiscal  
4 year 2018 and \$270,000 of the general fund—state appropriation for  
5 fiscal year 2019 are provided solely on a one-time basis for the  
6 procurement and implementation of a report computer server that will  
7 connect state and district-level information to secure and protect  
8 district, school, and student information in order to close student  
9 performance gaps by assisting school districts in the data-driven  
10 implementation of strategies and supports that are responsive to  
11 student needs.

12 (45) \$150,000 of the general fund—state appropriation for fiscal  
13 year 2018 and \$450,000 of the general fund—state appropriation for  
14 fiscal year 2019 are provided to develop and implement a statewide  
15 accountability system to improve student graduation rates. The system  
16 will use data to engage schools and districts in identifying  
17 successful strategies and systems that are based on federal and state  
18 accountability measures. Funding will also support the effort to  
19 provide assistance about successful strategies and systems to  
20 districts and schools that are underperforming in the targeted  
21 student subgroups.

22 NEW SECTION. **Sec. 502. FOR THE SUPERINTENDENT OF PUBLIC**  
23 **INSTRUCTION—FOR GENERAL APPORTIONMENT**

24	General Fund—State Appropriation (FY 2018)	. . . . .	\$7,241,916,000
25	General Fund—State Appropriation (FY 2019)	. . . . .	\$8,765,841,000
26	Education Legacy Trust Account—State Appropriation	. .	\$1,095,730,000
27	TOTAL APPROPRIATION.	. . . . .	\$17,103,487,000

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

30 (1)(a) Each general fund fiscal year appropriation includes such  
31 funds as are necessary to complete the school year ending in the  
32 fiscal year and for prior fiscal year adjustments.

33 (b) For the 2017-18 school year, the superintendent shall  
34 allocate general apportionment funding to school districts as  
35 provided in the funding formulas and salary schedules in sections 502  
36 and 503 of this act, excluding (c) and (d) of this subsection.

37 (c) From July 1, 2017, to August 31, 2017, the superintendent  
38 shall allocate general apportionment funding to school districts

1 programs as provided in sections 502 and 503, chapter 4, Laws of 2015  
2 3rd sp. sess., as amended.

3 (d) From July 1, 2018, to August 31, 2018, the superintendent  
4 shall allocate general apportionment funding to school districts  
5 programs as provided in subsections (2) through (13) of this section.

6 **FOR THE 2017-18 SCHOOL YEAR**

7 (2) CERTIFICATED INSTRUCTIONAL STAFF ALLOCATIONS

8 Allocations for certificated instructional staff salaries for the  
9 2017-18 school year are determined using formula-generated staff  
10 units calculated pursuant to this subsection.

11 (a) Certificated instructional staff units, as defined in RCW  
12 28A.150.410, shall be allocated to reflect the minimum class size  
13 allocations, requirements, and school prototypes assumptions as  
14 provided in RCW 28A.150.260, except that the allocation for guidance  
15 counselors in a middle school shall be 1.216 for the 2017-18 school  
16 year, this enhancement is within the program of basic education. The  
17 superintendent shall make allocations to school districts based on  
18 the district's annual average full-time equivalent student enrollment  
19 in each grade.

20 (b) Additional certificated instructional staff units provided in  
21 this subsection (2) that exceed the minimum requirements in RCW  
22 28A.150.260 are enhancements outside the program of basic education,  
23 except as otherwise provided in this section.

24 (c)(i) The superintendent shall base allocations for each level  
25 of prototypical school on the following regular education average  
26 class size of full-time equivalent students per teacher, except as  
27 provided in (c)(ii) of this subsection:

28 General education class size:

29 Grade	RCW 28A.150.260	2017-18 30 School Year
31 Grade K		17.00
32 Grade 1		17.00
33 Grade 2		17.00
34 Grade 3		17.00
35 Grade 4		27.00
36 Grades 5-6		27.00
37 Grades 7-8		28.53

1 Grades 9-12 28.74

2 The superintendent shall base allocations for laboratory science,  
3 career and technical education (CTE) and skill center programs  
4 average class size as provided in RCW 28A.150.260.

5 (ii) For each level of prototypical school at which more than  
6 fifty percent of the students were eligible for free and reduced-  
7 price meals in the prior school year, the superintendent shall  
8 allocate funding based on the following average class size of full-  
9 time equivalent students per teacher:

10 General education class size in high poverty schools:

11 Grade	RCW 28A.150.260	2017-18
		School Year
13 Grade K		17.00
14 Grade 1		17.00
15 Grade 2		17.00
16 Grade 3		17.00
17 Grade 4		27.00
18 Grades 5-6		27.00
19 Grades 7-8		28.53
20 Grades 9-12		28.74

21 (iii) Pursuant to RCW 28A.150.260(4)(a), the assumed teacher  
22 planning period, expressed as a percentage of a teacher work day, is  
23 13.42 percent in grades K-6, and 16.67 percent in grades 7-12; and

24 (iv) Advanced placement and international baccalaureate courses  
25 are funded at the same class size assumptions as general education  
26 schools in the same grade; and

27 (d)(i) Funding for teacher librarians, school nurses, social  
28 workers, school psychologists, and guidance counselors is allocated  
29 based on the school prototypes as provided in RCW 28A.150.260 and (a)  
30 of this subsection and is considered certificated instructional  
31 staff, except as provided in (d)(ii) of this subsection.

32 (ii) Students in approved career and technical education and  
33 skill center programs generate certificated instructional staff units  
34 to provide for the services of teacher librarians, school nurses,  
35 social workers, school psychologists, and guidance counselors at the

1 following combined rate per 1000 student full-time equivalent  
2 enrollment:

	2017-18 School Year
5 Career and Technical Education	3.07
6 Skill Center	3.41

7 (3) ADMINISTRATIVE STAFF ALLOCATIONS

8 (a) Allocations for school building-level certificated  
9 administrative staff salaries for the 2017-18 school year for general  
10 education students are determined using the formula generated staff  
11 units calculated pursuant to this subsection. The superintendent  
12 shall make allocations to school districts based on the district's  
13 annual average full-time equivalent enrollment in each grade. The  
14 following prototypical school values shall determine the allocation  
15 for principals, assistance principals, and other certificated  
16 building level administrators:

17 Prototypical School Building:

18 Elementary School	1.253
19 Middle School	1.353
20 High School	1.880

21 (b) Students in approved career and technical education and skill  
22 center programs generate certificated school building-level  
23 administrator staff units at per student rates that are a multiple of  
24 the general education rate in (a) of this subsection by the following  
25 factors: Career and Technical Education students. . . . . 1.025  
26 Skill Center students. . . . . 1.198

27 (4) CLASSIFIED STAFF ALLOCATIONS

28 Allocations for classified staff units providing school building-  
29 level and district-wide support services for the 2017-18 school year  
30 are determined using the formula-generated staff units provided in  
31 RCW 28A.150.260, and adjusted based on each district's annual average  
32 full-time equivalent student enrollment in each grade, except that  
33 the allocation for parent involvement coordinators in an elementary  
34 school shall be 0.0825 for the 2017-18 school year, which enhancement  
35 is within the program of basic education.

36 (5) CENTRAL OFFICE ALLOCATIONS

1 In addition to classified and administrative staff units  
2 allocated in subsections (3) and (4) of this section, classified and  
3 administrative staff units are provided for the 2017-18 school year  
4 for the central office administrative costs of operating a school  
5 district, at the following rates:

6 (a) The total central office staff units provided in this  
7 subsection (5) are calculated by first multiplying the total number  
8 of eligible certificated instructional, certificated administrative,  
9 and classified staff units providing school-based or district-wide  
10 support services, as identified in RCW 28A.150.260(6)(b) and the  
11 increased allocations provided pursuant to subsections (2) and (4) of  
12 this section, by 5.3 percent.

13 (b) Of the central office staff units calculated in (a) of this  
14 subsection, 74.53 percent are allocated as classified staff units, as  
15 generated in subsection (4) of this section, and 25.47 percent shall  
16 be allocated as administrative staff units, as generated in  
17 subsection (3) of this section.

18 (c) Staff units generated as enhancements outside the program of  
19 basic education to the minimum requirements of RCW 28A.150.260, and  
20 staff units generated by skill center and career-technical students,  
21 are excluded from the total central office staff units calculation in  
22 (a) of this subsection.

23 (d) For students in approved career-technical and skill center  
24 programs, central office classified units are allocated at the same  
25 staff unit per student rate as those generated for general education  
26 students of the same grade in this subsection (5), and central office  
27 administrative staff units are allocated at staff unit per student  
28 rates that exceed the general education rate established for students  
29 in the same grade in this subsection (5) by 1.71 percent in the  
30 2017-18 school year for career and technical education students, and  
31 17.61 percent in the 2017-18 school year for skill center students.

32 (6) FRINGE BENEFIT ALLOCATIONS

33 Fringe benefit allocations shall be calculated at a rate of 23.49  
34 percent in the 2017-18 school year for certificated salary  
35 allocations provided under subsections (2), (3), and (5) of this  
36 section, and a rate of 24.6 percent in the 2017-18 school year for  
37 classified salary allocations provided under subsections (4) and (5)  
38 of this section.

39 (7) INSURANCE BENEFIT ALLOCATIONS

1 Insurance benefit allocations shall be calculated at the  
2 maintenance rate specified in section 504 of this act, based on the  
3 number of benefit units determined as follows:

4 (a) The number of certificated staff units determined in  
5 subsections (2), (3), and (5) of this section; and

6 (b) The number of classified staff units determined in  
7 subsections (4) and (5) of this section multiplied by 1.152. This  
8 factor is intended to adjust allocations so that, for the purpose of  
9 distributing insurance benefits, full-time equivalent classified  
10 employees may be calculated on the basis of 1,440 hours of work per  
11 year, with no individual employee counted as more than one full-time  
12 equivalent.

13 (8) MATERIALS, SUPPLIES, AND OPERATING COSTS (MSOC) ALLOCATIONS

14 Funding is allocated per annual average full-time equivalent  
15 student for the materials, supplies, and operating costs (MSOC)  
16 incurred by school districts, consistent with the requirements of RCW  
17 28A.150.260.

18 (a)(i) MSOC funding for general education students are allocated  
19 at the following per student rates:

20 MSOC RATES/STUDENT FTE

21		
22	MSOC Component	2017-18
23		School Year
24		
25	Technology	\$130.76
26	Utilities and Insurance	\$355.30
27	Curriculum and Textbooks	\$140.39
28	Other Supplies and Library Materials	\$298.05
29	Instructional Professional Development for Certificated	\$21.71
30	and Classified Staff	
31	Facilities Maintenance	\$176.01
32	Security and Central Office	\$121.94
33	TOTAL BASIC EDUCATION MSOC/STUDENT FTE	\$1,244.16

34 (ii) For the 2017-18 school year, as part of the budget  
35 development, hearing, and review process required by chapter 28A.505  
36 RCW, each school district must disclose: (A) The amount of state



1 funding to be received by the district under (a) and (d) of this  
2 subsection (8); (B) the amount the district proposes to spend for  
3 materials, supplies, and operating costs; (C) the difference between  
4 these two amounts; and (D) if (A) of this subsection (8)(a)(ii)  
5 exceeds (B) of this subsection (8)(a)(ii), any proposed use of this  
6 difference and how this use will improve student achievement.

7 (b) Students in approved skill center programs generate per  
8 student FTE MSOC allocations of \$1,308.87 for the 2017-18 school  
9 year.

10 (c) Students in approved exploratory and preparatory career and  
11 technical education programs generate a per student MSOC allocation  
12 of \$1,472.01 for the 2017-18 school year.

13 (d) Students in grades 9-12 generate per student FTE MSOC  
14 allocations in addition to the allocation provided in (a) through (c)  
15 of this subsection at the following rate:

16 MSOC Component	2017-18
17	School Year
18 Technology	\$37.60
19 Curriculum and Textbooks	\$41.02
20 Other Supplies and Library Materials	\$85.46
21 Instructional Professional Development for Certified 22 and Classified Staff	\$6.83
23 TOTAL GRADE 9-12 BASIC EDUCATION MSOC/STUDENT FTE	\$170.91

24 (9) SUBSTITUTE TEACHER ALLOCATIONS

25 For the 2017-18 school year, funding for substitute costs for  
26 classroom teachers is based on four (4) funded substitute days per  
27 classroom teacher unit generated under subsection (2) of this  
28 section, at a daily substitute rate of \$151.86.

29 (10) ALTERNATIVE LEARNING EXPERIENCE PROGRAM FUNDING

30 (a) Amounts provided in this section from July 1, 2017, to August  
31 31, 2017, are adjusted to reflect provisions of chapter 4, Laws of  
32 2015 3rd sp. sess., as amended (allocation of funding for students  
33 enrolled in alternative learning experiences).

34 (b) The superintendent of public instruction shall require all  
35 districts receiving general apportionment funding for alternative  
36 learning experience (ALE) programs as defined in WAC 392-121-182 to  
37 provide separate financial accounting of expenditures for the ALE

1 programs offered in district or with a provider, including but not  
2 limited to private companies and multidistrict cooperatives, as well  
3 as accurate, monthly headcount and FTE enrollment claimed for basic  
4 education, including separate counts of resident and nonresident  
5 students.

6 (11) DROPOUT REENGAGEMENT PROGRAM

7 The superintendent shall adopt rules to require students claimed  
8 for general apportionment funding based on enrollment in dropout  
9 reengagement programs authorized under RCW 28A.175.100 through  
10 28A.175.115 to meet requirements for at least weekly minimum  
11 instructional contact, academic counseling, career counseling, or  
12 case management contact. Districts must also provide separate  
13 financial accounting of expenditures for the programs offered by the  
14 district or under contract with a provider, as well as accurate  
15 monthly headcount and full-time equivalent enrollment claimed for  
16 basic education, including separate enrollment counts of resident and  
17 nonresident students.

18 (12) ALL DAY KINDERGARTEN PROGRAMS

19 Funding in this section is sufficient to fund all day  
20 kindergarten programs in all schools in the 2017-18 school year,  
21 pursuant to RCW 28A.150.220 and 28A.150.315.

22 (13) ADDITIONAL FUNDING FOR SMALL SCHOOL DISTRICTS AND REMOTE AND  
23 NECESSARY PLANTS

24 For small school districts and remote and necessary school plants  
25 within any district which have been judged to be remote and necessary  
26 by the superintendent of public instruction, additional staff units  
27 are provided to ensure a minimum level of staffing support for school  
28 year 2017-18. Additional administrative and certificated  
29 instructional staff units provided to districts in this subsection  
30 shall be reduced by the general education staff units, excluding  
31 career and technical education and skills center enhancement units,  
32 otherwise provided in subsections (2) through (5) of this section on  
33 a per district basis.

34 (a) For districts enrolling not more than twenty-five average  
35 annual full-time equivalent students in grades K-8, and for small  
36 school plants within any school district which have been judged to be  
37 remote and necessary by the superintendent of public instruction and  
38 enroll not more than twenty-five average annual full-time equivalent  
39 students in grades K-8:

1 (i) For those enrolling no students in grades 7 and 8, 1.76  
2 certificated instructional staff units and 0.24 certificated  
3 administrative staff units for enrollment of not more than five  
4 students, plus one-twentieth of a certificated instructional staff  
5 unit for each additional student enrolled; and

6 (ii) For those enrolling students in grades 7 or 8, 1.68  
7 certificated instructional staff units and 0.32 certificated  
8 administrative staff units for enrollment of not more than five  
9 students, plus one-tenth of a certificated instructional staff unit  
10 for each additional student enrolled;

11 (b) For specified enrollments in districts enrolling more than  
12 twenty-five but not more than one hundred average annual full-time  
13 equivalent students in grades K-8, and for small school plants within  
14 any school district which enroll more than twenty-five average annual  
15 full-time equivalent students in grades K-8 and have been judged to  
16 be remote and necessary by the superintendent of public instruction:

17 (i) For enrollment of up to sixty annual average full-time  
18 equivalent students in grades K-6, 2.76 certificated instructional  
19 staff units and 0.24 certificated administrative staff units; and

20 (ii) For enrollment of up to twenty annual average full-time  
21 equivalent students in grades 7 and 8, 0.92 certificated  
22 instructional staff units and 0.08 certificated administrative staff  
23 units;

24 (c) For districts operating no more than two high schools with  
25 enrollments of less than three hundred average annual full-time  
26 equivalent students, for enrollment in grades 9-12 in each such  
27 school, other than alternative schools, except as noted in this  
28 subsection:

29 (i) For remote and necessary schools enrolling students in any  
30 grades 9-12 but no more than twenty-five average annual full-time  
31 equivalent students in grades K-12, four and one-half certificated  
32 instructional staff units and one-quarter of a certificated  
33 administrative staff unit;

34 (ii) For all other small high schools under this subsection, nine  
35 certificated instructional staff units and one-half of a certificated  
36 administrative staff unit for the first sixty average annual full-  
37 time equivalent students, and additional staff units based on a ratio  
38 of 0.8732 certificated instructional staff units and 0.1268  
39 certificated administrative staff units per each additional forty-  
40 three and one-half average annual full-time equivalent students;

1 (iii) Districts receiving staff units under this subsection shall  
2 add students enrolled in a district alternative high school and any  
3 grades nine through twelve alternative learning experience programs  
4 with the small high school enrollment for calculations under this  
5 subsection;

6 (d) For each nonhigh school district having an enrollment of more  
7 than seventy annual average full-time equivalent students and less  
8 than one hundred eighty students, operating a grades K-8 program or a  
9 grades 1-8 program, an additional one-half of a certificated  
10 instructional staff unit;

11 (e) For each nonhigh school district having an enrollment of more  
12 than fifty annual average full-time equivalent students and less than  
13 one hundred eighty students, operating a grades K-6 program or a  
14 grades 1-6 program, an additional one-half of a certificated  
15 instructional staff unit;

16 (f)(i) For enrollments generating certificated staff unit  
17 allocations under (a) through (e) of this subsection, one classified  
18 staff unit for each 2.94 certificated staff units allocated under  
19 such subsections;

20 (ii) For each nonhigh school district with an enrollment of more  
21 than fifty annual average full-time equivalent students and less than  
22 one hundred eighty students, an additional one-half of a classified  
23 staff unit; and

24 (g) School districts receiving additional staff units to support  
25 small student enrollments and remote and necessary plants under this  
26 subsection (12) shall generate additional MSOC allocations consistent  
27 with the nonemployee related costs (NERC) allocation formula in place  
28 for the 2010-11 school year as provided section 502, chapter 37, Laws  
29 of 2010 1st sp. sess. (2010 supplemental budget), adjusted annually  
30 for inflation.

31 **FOR THE 2018-19 SCHOOL YEAR**

32 (14)(a) The superintendent shall allocate general apportionment  
33 funding to school districts for the 2018-19 school year as provided  
34 in section 102(4)(a) and (5) of chapter . . . , Laws of 2017  
35 (Substitute Senate Bill No. 5607) and chapter . . . , Laws of 2017  
36 (Substitute Senate Bill No. 5875).

37 (b) Funding is provided for a state basic per pupil guarantee of  
38 \$9,200 per student for the 2018-19 school year. The per pupil  
39 guarantee is set at \$10,200 per student for the 2019-20 school year.

1 (c) The \$63,865,096 housing allowance distribution in school year  
2 2018-19 and the \$65,014,667 housing allowance distribution in school  
3 year 2019-20, as required under section 504, chapter . . .  
4 (Substitute Senate Bill No. 5607), Laws of 2017, as amended by  
5 chapter . . . (Substitute Senate Bill No. 5875), Laws of 2017, are  
6 not considered part of the definition or funding of the instructional  
7 program of basic education under Article IX of the state  
8 constitution.

9 (d) For purposes of the tax specified in RCW 84.52.065, as  
10 amended by section 201, c . . . (Substitute Senate Bill No. 5607),  
11 Laws of 2017, as amended by chapter . . . (Substitute Senate Bill No.  
12 5875), Laws of 2017, the tax rate is \$0.45 per thousand dollars of  
13 assessed value for calendar year 2018 and \$1.55 per thousand dollars  
14 of assessed value for calendar year 2019. These tax rates shall be  
15 applied to the assessed valuation of all taxable property within the  
16 state adjusted to the state equalized value in accordance with the  
17 indicated ratio fixed by the state department of revenue.

18 **FOR THE 2017-18 AND 2018-19 SCHOOL YEARS**

19 (15) Any school district board of directors may petition the  
20 superintendent of public instruction by submission of a resolution  
21 adopted in a public meeting to reduce or delay any portion of its  
22 basic education allocation for any school year. The superintendent of  
23 public instruction shall approve such reduction or delay if it does  
24 not impair the district's financial condition. Any delay shall not be  
25 for more than two school years. Any reduction or delay shall have no  
26 impact on levy authority pursuant to RCW 84.52.0531 and local effort  
27 assistance pursuant to chapter 28A.500 RCW.

28 (16) The enrollment of any district shall be the annual average  
29 number of full-time equivalent students and part-time students as  
30 provided in RCW 28A.150.350, enrolled on the fourth day of school in  
31 September and on the first school day of each month October through  
32 June, including students who are in attendance pursuant to RCW  
33 28A.335.160 and 28A.225.250 who do not reside within the servicing  
34 school district. Any school district concluding its basic education  
35 program in May must report the enrollment of the last school day held  
36 in May in lieu of a June enrollment.

37 (a)(i) Funding provided in this part V of this act is sufficient  
38 to provide each full-time equivalent student with the minimum hours  
39 of instruction required under RCW 28A.150.220.

1 (ii) The office of the superintendent of public instruction shall  
2 align the agency rules defining a full-time equivalent student with  
3 the increase in the minimum instructional hours under RCW  
4 28A.150.220, as amended by the legislature in 2014.

5 (b) The superintendent shall adopt rules requiring school  
6 districts to report full-time equivalent student enrollment as  
7 provided in RCW 28A.655.210.

8 (c) For the 2017-18 school year, school districts must report to  
9 the office of the superintendent of public instruction the monthly  
10 actual average district-wide class size across each grade level of  
11 kindergarten, first grade, second grade, and third grade classes. The  
12 superintendent of public instruction shall report this information to  
13 the education and fiscal committees of the house of representatives  
14 and the senate by September 30, 2018.

15 (17) The superintendent may distribute funding for the following  
16 programs outside the basic education formula during fiscal years 2018  
17 and 2019 as follows:

18 (a) \$638,000 of the general fund—state appropriation for fiscal  
19 year 2018 and \$648,000 of the general fund—state appropriation for  
20 fiscal year 2019 are provided solely for fire protection for school  
21 districts located in a fire protection district as now or hereafter  
22 established pursuant to chapter 52.04 RCW.

23 (b) \$436,000 of the general fund—state appropriation for fiscal  
24 year 2018 and \$436,000 of the general fund—state appropriation for  
25 fiscal year 2019 are provided solely for programs providing skills  
26 training for secondary students who are enrolled in extended day  
27 school-to-work programs, as approved by the superintendent of public  
28 instruction. The funds shall be allocated at a rate not to exceed  
29 \$500 per full-time equivalent student enrolled in those programs.

30 (18) \$225,000 of the general fund—state appropriation for fiscal  
31 year 2018 and \$229,000 of the general fund—state appropriation for  
32 fiscal year 2019 are provided solely for school district emergencies  
33 as certified by the superintendent of public instruction. Funding  
34 provided must be conditioned upon the written commitment and plan of  
35 the school district board of directors to repay the grant with any  
36 insurance payments or other judgments that may be awarded, if  
37 applicable. At the close of the fiscal year the superintendent of  
38 public instruction shall report to the office of financial management

1 and the appropriate fiscal committees of the legislature on the  
2 allocations provided to districts and the nature of the emergency.

3 (19) Funding in this section is sufficient to fund a maximum of  
4 1.6 FTE enrollment for skills center students pursuant to chapter  
5 463, Laws of 2007.

6 (20) Students participating in running start programs may be  
7 funded up to a combined maximum enrollment of 1.2 FTE including  
8 school district and institution of higher education enrollment  
9 consistent with the running start course requirements provided in  
10 Engrossed Second Substitute House Bill No. 1546 (dual credit  
11 education opportunities). In calculating the combined 1.2 FTE, the  
12 office of the superintendent of public instruction may average the  
13 participating student's September through June enrollment to account  
14 for differences in the start and end dates for courses provided by  
15 the high school and higher education institution. Additionally, the  
16 office of the superintendent of public instruction, in consultation  
17 with the state board for community and technical colleges, the  
18 student achievement council, and the education data center, shall  
19 annually track and report to the fiscal committees of the legislature  
20 on the combined FTE experience of students participating in the  
21 running start program, including course load analyses at both the  
22 high school and community and technical college system.

23 (21) If two or more school districts consolidate and each  
24 district was receiving additional basic education formula staff units  
25 pursuant to subsection (12) of this section, the following apply:

26 (a) For three school years following consolidation, the number of  
27 basic education formula staff units shall not be less than the number  
28 of basic education formula staff units received by the districts in  
29 the school year prior to the consolidation; and

30 (b) For the fourth through eighth school years following  
31 consolidation, the difference between the basic education formula  
32 staff units received by the districts for the school year prior to  
33 consolidation and the basic education formula staff units after  
34 consolidation pursuant to subsection (12) of this section shall be  
35 reduced in increments of twenty percent per year.

36 (22)(a) The maximum allowable indirect cost school district for  
37 career and technical education programs funded through state and  
38 federal funds must not exceed the limitations provided under federal  
39 law for federal career and technical education funding provided to  
40 districts, or five percent, whichever is lower.

1 (b) Career and technical education program full-time equivalent  
2 enrollment shall be reported on the same monthly basis as the  
3 enrollment for students eligible for basic support, and payments  
4 shall be adjusted for reported career and technical education program  
5 enrollments on the same monthly basis as those adjustments for  
6 enrollment for students eligible for basic support.

7 NEW SECTION. **Sec. 503. FOR THE SUPERINTENDENT OF PUBLIC**  
8 **INSTRUCTION—BASIC EDUCATION EMPLOYEE COMPENSATION**  
9 **FOR THE 2017-18 SCHOOL YEAR**

10 (1) The following calculations determine the salaries used in the  
11 state allocations for certificated instructional, certificated  
12 administrative, and classified staff units as provided in RCW  
13 28A.150.260 and under section 502 of this act:

14 (a) For the 2017-18 school year, salary allocations for  
15 certificated instructional staff units are determined for each  
16 district by multiplying the district's certificated instructional  
17 total base salary shown on LEAP Document 2 by the district's average  
18 staff mix factor for certificated instructional staff in that school  
19 year, computed using LEAP document 1; and

20 (b) For the 2017-18 school year, salary allocations for  
21 certificated administrative staff units and classified staff units  
22 for each district are determined based on the district's certificated  
23 administrative and classified salary allocation amounts shown on LEAP  
24 Document 2.

25 (2) For the purposes of this section:

26 (a) "LEAP Document 1" means the staff mix factors for  
27 certificated instructional staff according to education and years of  
28 experience, as developed by the legislative evaluation and  
29 accountability program committee on March 17, 2017, at 17:15 hours;  
30 and

31 (b) "LEAP Document 2" means the school year salary allocations  
32 for certificated administrative staff and classified staff and  
33 derived and total base salaries for certificated instructional staff  
34 as developed by the legislative evaluation and accountability program  
35 committee on March 17, 2017, at 17:15 hours.

36 (3) Incremental fringe benefit factors are applied to salary  
37 adjustments at a rate of 22.85 percent for school year 2017-18 for  
38 certificated instructional and certificated administrative staff and  
39 21.10 percent for school year 2017-18 for classified staff.



(4)(a) Pursuant to RCW 28A.150.410, the following state-wide salary allocation schedules for certificated instructional staff are established for basic education salary allocations:

**Table Of Total Base Salaries For Certificated Instructional Staff  
For School Year 2017-18**

\*\*\* Education Experience \*\*\*

Years of Service	BA	BA+15	BA+30	BA+45	BA+90	BA+135	MA	MA+45	MA+90 OR Ph.D.
0	35,884	36,853	37,857	38,864	42,093	44,173	43,022	46,251	48,333
1	36,367	37,350	38,366	39,417	42,680	44,749	43,500	46,763	48,831
2	36,827	37,819	38,847	39,979	43,232	45,323	43,982	47,235	49,325
3	37,301	38,303	39,342	40,509	43,757	45,897	44,438	47,683	49,825
4	37,766	38,812	39,857	41,065	44,332	46,488	44,916	48,183	50,340
5	38,247	39,298	40,353	41,628	44,883	47,082	45,403	48,658	50,858
6	38,741	39,768	40,860	42,199	45,437	47,649	45,901	49,140	51,350
7	39,608	40,652	41,757	43,169	46,456	48,728	46,835	50,120	52,394
8	40,879	41,979	43,110	44,639	47,970	50,326	48,303	51,636	53,990
9		43,353	44,541	46,125	49,534	51,969	49,788	53,199	55,635
10			45,988	47,687	51,141	53,658	51,351	54,807	57,323
11				49,294	52,824	55,391	52,959	56,490	59,056
12				50,850	54,552	57,196	54,630	58,217	60,862
13					56,322	59,045	56,359	59,987	62,709
14					58,101	60,963	58,140	61,882	64,629
15					59,613	62,549	59,651	63,491	66,309
16 or more					60,804	63,800	60,844	64,761	67,635

(b) As used in this subsection, the column headings "BA+(N)" refer to the number of credits earned since receiving the baccalaureate degree.

(c) For credits earned after the baccalaureate degree but before the masters degree, any credits in excess of forty-five credits may be counted after the masters degree. Thus, as used in this subsection, the column headings "MA+(N)" refer to the total of:

- 1 (i) Credits earned since receiving the masters degree; and
- 2 (ii) Any credits in excess of forty-five credits that were earned
- 3 after the baccalaureate degree but before the masters degree.
- 4 (5) For the purposes of this section:
- 5 (a) "BA" means a baccalaureate degree.
- 6 (b) "MA" means a masters degree.
- 7 (c) "PHD" means a doctorate degree.
- 8 (d) "Years of service" shall be calculated under the same rules
- 9 adopted by the superintendent of public instruction.
- 10 (e) "Credits" means college quarter hour credits and equivalent
- 11 in-service credits computed in accordance with RCW 28A.415.020 and
- 12 28A.415.023.
- 13 (6) No more than ninety college quarter-hour credits received by
- 14 any employee after the baccalaureate degree may be used to determine
- 15 compensation allocations under the state salary allocation schedule
- 16 and LEAP documents referenced in this part V, or any replacement
- 17 schedules and documents, unless:
- 18 (a) The employee has a masters degree; or
- 19 (b) The credits were used in generating state salary allocations
- 20 before January 1, 1992.
- 21 (7) The salary allocation schedules established in this section
- 22 are for allocation purposes only except as provided in RCW
- 23 28A.400.200(2). Subsections (1) through (7) of this section only
- 24 apply to the 2017-18 school year.

25 **FOR THE 2018-19 SCHOOL YEAR**

26 (8) For the 2018-19 school year, funding for compensation is a  
 27 component part of the allocation of general apportionment funding to  
 28 school districts as provided in section 502(14) of this act and  
 29 sections 102(4)(a) and (5) of chapter . . . , Laws of 2017 (Substitute  
 30 Senate Bill No. 5607) and chapter . . . , Laws of 2017 (Substitute  
 31 Senate Bill 5875).

32 **NEW SECTION. Sec. 504. FOR THE SUPERINTENDENT OF PUBLIC**  
 33 **INSTRUCTION—FOR SCHOOL EMPLOYEE COMPENSATION ADJUSTMENTS**

34	General Fund—State Appropriation (FY 2018)	. . . . .	\$117,641,000
35	General Fund—State Appropriation (FY 2019)	. . . . .	\$29,558,000
36	TOTAL APPROPRIATION.	. . . . .	\$147,199,000

37 **FOR THE 2017-18 SCHOOL YEAR**

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

3 (1) Funding in this section is sufficient to provide a salary  
4 increase of 2.3 percent effective September 1, 2017, for the 2017-18  
5 school year.

6 (2)(a) Additional salary adjustments as necessary to fund the  
7 base salaries for certificated instructional staff as listed for each  
8 district in LEAP Document 2, defined in section 503(2)(b) of this  
9 act.

10 (b) Additional salary adjustments to certain districts as  
11 necessary 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  
15 necessary to fund the per full-time-equivalent salary allocations for  
16 classified staff as listed for each district in LEAP Document 2,  
17 defined in section 503(2)(b) of this act.

18 (d) The appropriation in this subsection (2) includes associated  
19 incremental fringe benefit allocations at 22.85 percent for the  
20 2017-18 school year for certificated instructional and certificated  
21 administrative staff and 21.10 percent for the 2017-18 school year  
22 for classified staff.

23 (e) The appropriation in this section include the increased or  
24 decreased portion of salaries and incremental fringe benefits for all  
25 relevant state-funded school programs in part V of this act. Changes  
26 for general apportionment (basic education) are based on the salary  
27 allocation schedules and methodology in sections 502(2) through (13)  
28 and 503 of this act. Changes for special education result from  
29 changes in each district's basic education allocation per student.  
30 Changes for educational service districts and institutional education  
31 programs are determined by the superintendent of public instruction  
32 using the methodology for general apportionment salaries and benefits  
33 in sections 502 and 503 of this act.

34 (f) The appropriation in this section include no salary  
35 adjustments for substitute teachers.

36 (3) The maintenance rate for insurance benefit allocations is  
37 \$780.00 per month for the 2017-18 school year. The appropriations in  
38 this section reflect the incremental change in cost of allocating  
39 rates of \$780.00 per month for the 2017-18 school year.

1 (4) The rates specified in this section are subject to revision  
2 each year by the legislature.

3 (5) From July 1, 2018, to August 31, 2018, the superintendent  
4 shall allocate funding to school districts programs for employee  
5 compensation as provided in subsections (1) through (4) of this  
6 section.

7 **FOR THE 2018-19 SCHOOL YEAR**

8 (6) For the 2018-19 school year, funding for compensation is a  
9 component part of the allocation of general apportionment funding to  
10 school districts as provided in section 502(14) of this act and  
11 sections 102(4)(a) and (5) of chapter . . . , Laws of 2017 (Substitute  
12 Senate Bill No. 5607).

13 **NEW SECTION. Sec. 505. FOR THE SUPERINTENDENT OF PUBLIC**  
14 **INSTRUCTION—FOR PUPIL TRANSPORTATION**

15	General Fund—State Appropriation (FY 2018) . . . . .	\$499,641,000
16	General Fund—State Appropriation (FY 2019) . . . . .	\$143,877,000
17	TOTAL APPROPRIATION. . . . .	\$643,518,000

18 **FOR THE 2017-18 SCHOOL YEAR**

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

21 (1)(a) For the 2017-18 school year, the superintendent shall  
22 allocate funding to school district programs for the transportation  
23 of eligible students as provided in RCW 28A.160.192. Funding in this  
24 section constitutes full implementation of RCW 28A.160.192, which  
25 enhancement is within the program of basic education. Students are  
26 considered eligible only if meeting the definitions provided in RCW  
27 28A.160.160.

28 (b) From July 1, 2017, to August 31, 2017, the superintendent  
29 shall allocate funding to school district programs for the  
30 transportation of students as provided in section 505, chapter 4,  
31 Laws of 2015 3rd sp. sess., as amended.

32 (c) From July 1, 2018, to August 31, 2018, the superintendent  
33 shall allocate funding to school district programs for the  
34 transportation of students as provided in subsection (2) though (5)  
35 of this section.

36 (2) The office of the superintendent of public instruction shall  
37 provide reimbursement funding to a school district for school bus

1 purchases only after the superintendent of public instruction  
2 determines that the school bus was purchased from the list  
3 established pursuant to RCW 28A.160.195(2) or a comparable  
4 competitive bid process based on the lowest price quote based on  
5 similar bus categories to those used to establish the list pursuant  
6 to RCW 28A.160.195.

7 (3) The superintendent of public instruction shall base  
8 depreciation payments for school district buses on the presales tax  
9 five-year average of lowest bids in the appropriate category of bus.  
10 In the final year on the depreciation schedule, the depreciation  
11 payment shall be based on the lowest bid in the appropriate bus  
12 category for that school year.

13 (4) Funding levels in this section reflect waivers granted by the  
14 state board of education for four-day school weeks as allowed under  
15 RCW 28A.305.141.

16 (5) The office of the superintendent of public instruction shall  
17 disburse payments for bus depreciation in August 2018.

18 **FOR THE 2018-19 SCHOOL YEAR**

19 (6) For the 2018-19 school year, funding for pupil transportation  
20 is a component part of the allocation of general apportionment  
21 funding to school districts as provided in section 502(14) of this  
22 act and sections 102(4)(a) and (5) of chapter . . . , Laws of 2017  
23 (Substitute Senate Bill No. 5607) and chapter . . . , Laws of 2017  
24 (Substitute Senate Bill No. 5875).

25 **FOR THE 2017-18 AND 2018-19 SCHOOL YEARS**

26 (7) A maximum of \$913,000 of the fiscal year 2018 appropriation  
27 and a maximum of \$913,000 of the fiscal year 2019 appropriation may  
28 be expended for regional transportation coordinators and related  
29 activities. The transportation coordinators shall ensure that data  
30 submitted by school districts for state transportation funding shall,  
31 to the greatest extent practical, reflect the actual transportation  
32 activity of each district.

33 **NEW SECTION. Sec. 506. FOR THE SUPERINTENDENT OF PUBLIC**  
34 **INSTRUCTION—FOR SCHOOL FOOD SERVICE PROGRAMS**

35	General Fund—State Appropriation (FY 2018)	. . . . .	\$7,111,000
36	General Fund—State Appropriation (FY 2019)	. . . . .	\$7,111,000
37	General Fund—Federal Appropriation	. . . . .	\$537,178,000

1 TOTAL APPROPRIATION. . . . . \$551,400,000

2 The appropriations in this section are subject to the following  
3 conditions and limitations: \$7,111,000 of the general fund—state  
4 appropriation for fiscal year 2018 and \$7,111,000 of the general fund  
5 —state appropriation for fiscal year 2019 are provided solely for  
6 state matching money for federal child nutrition programs, and may  
7 support the meals for kids program through the following allowable  
8 uses:

9 (1) Elimination of breakfast copays for eligible public school  
10 students and lunch copays for eligible public school students in  
11 grades kindergarten through third grade who are eligible for reduced-  
12 price lunch;

13 (2) Assistance to school districts and authorized public and  
14 private nonprofit organizations for supporting summer food service  
15 programs, and initiating new summer food service programs in low-  
16 income areas;

17 (3) Reimbursements to school districts for school breakfasts  
18 served to students eligible for free and reduced-price lunch,  
19 pursuant to chapter 287, Laws of 2005; and

20 (4) Assistance to school districts in initiating and expanding  
21 school breakfast programs.

22 The office of the superintendent of public instruction shall  
23 report annually to the fiscal committees of the legislature on annual  
24 expenditures in subsections (1), (2), and (3) of this section.

25 NEW SECTION. **Sec. 507. FOR THE SUPERINTENDENT OF PUBLIC**  
26 **INSTRUCTION—FOR SPECIAL EDUCATION PROGRAMS**

27	General Fund—State Appropriation (FY 2018)	. . . . .	\$942,565,000
28	General Fund—State Appropriation (FY 2019)	. . . . .	\$1,089,154,000
29	General Fund—Federal Appropriation	. . . . .	\$470,673,000
30	Education Legacy Trust Account—State Appropriation	. . . . .	\$54,694,000
31	TOTAL APPROPRIATION.	. . . . .	\$2,557,086,000

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

34 (1)(a) Funding for special education programs is provided on an  
35 excess cost basis, pursuant to RCW 28A.150.390. School districts  
36 shall ensure that special education students as a class receive their  
37 full share of the general apportionment allocation accruing through  
38 sections 502(2) through (14) and 504 of this act. To the extent a

1 school district cannot provide an appropriate education for special  
2 education students under chapter 28A.155 RCW through the general  
3 apportionment allocation, it shall provide services through the  
4 special education excess cost allocation funded in this section.

5 (b) Funding provided within this section is sufficient for  
6 districts to provide school principals and lead special education  
7 teachers annual professional development on the best-practices for  
8 special education instruction and strategies for implementation.  
9 Districts shall annually provide a summary of professional  
10 development activities to the office of the superintendent of public  
11 instruction.

12 (2)(a) The superintendent of public instruction shall ensure  
13 that:

14 (i) Special education students are basic education students  
15 first;

16 (ii) As a class, special education students are entitled to the  
17 full basic education allocation; and

18 (iii) Special education students are basic education students for  
19 the entire school day.

20 (b) The superintendent of public instruction shall continue to  
21 implement the full cost method of excess cost accounting, as designed  
22 by the committee and recommended by the superintendent, pursuant to  
23 section 501(1)(k), chapter 372, Laws of 2006.

24 (3)(a) Each fiscal year appropriation includes such funds as are  
25 necessary to complete the school year ending in the fiscal year and  
26 for prior fiscal year adjustments.

27 (b) From July 1, 2017, to August 31, 2017, the superintendent  
28 shall allocate funding to school district programs for special  
29 education students as provided in section 507, chapter 4, Laws of  
30 2015 3rd sp. sess., as amended.

31 (c) From July 1, 2018, to August 31, 2018, the superintendent  
32 shall allocate funding to school districts programs for special  
33 education students as provided in subsections (1) through (4) and (6)  
34 and (7) of this section.

35 **FOR THE 2017-18 SCHOOL YEAR**

36 (4) For the 2017-18 school year, the superintendent shall  
37 allocate funding to school district programs for special education  
38 students as provided in RCW 28A.150.390, except that the calculation  
39 of the base allocation also includes allocations provided under

1 section 502 (2) and (4) of this act, which enhancement is within the  
2 program of basic education.

3 **FOR THE 2018-19 SCHOOL YEAR**

4 (5) For the 2018-19 school year, the superintendent shall  
5 allocate funding to school districts programs for special education  
6 students as provided in RCW 28A.150.390 and section 102(4)(f),  
7 chapter . . ., Laws of 2017 (Substitute Senate Bill No. 5607) and  
8 chapter . . ., Laws of 2017 (Substitute Senate Bill No. 5875).

9 **FOR THE 2017-18 AND 2018-19 SCHOOL YEARS**

10 (6) The following applies throughout this section: The  
11 definitions for enrollment and enrollment percent are as specified in  
12 RCW 28A.150.390(3). Each district's general fund—state funded special  
13 education enrollment shall be the lesser of the district's actual  
14 enrollment percent or 12.7 percent.

15 (7) At the request of any interdistrict cooperative of at least  
16 15 districts in which all excess cost services for special education  
17 students of the districts are provided by the cooperative, the  
18 maximum enrollment percent shall be calculated in accordance with RCW  
19 28A.150.390(3) (c) and (d), and shall be calculated in the aggregate  
20 rather than individual district units. For purposes of this  
21 subsection, the average basic education allocation per full-time  
22 equivalent student shall be calculated in the aggregate rather than  
23 individual district units.

24 (8) \$31,087,000 of the general fund—state appropriation for  
25 fiscal year 2018, \$31,087,000 of the general fund—state appropriation  
26 for fiscal year 2019, and \$31,024,000 of the general fund—federal  
27 appropriation are provided solely for safety net awards for districts  
28 with demonstrated needs for special education funding beyond the  
29 amounts provided in subsection (4) of this section. If the federal  
30 safety net awards based on the federal eligibility threshold exceed  
31 the federal appropriation in this subsection (8) in any fiscal year,  
32 the superintendent shall expend all available federal discretionary  
33 funds necessary to meet this need. At the conclusion of each school  
34 year, the superintendent shall recover safety net funds that were  
35 distributed prospectively but for which districts were not  
36 subsequently eligible.



1 (a) For the 2017-18 and 2018-19 school years, safety net funds  
2 shall be awarded by the state safety net oversight committee as  
3 provided in section 109(1) chapter 548, Laws of 2009 (ESHB 2261).

4 (b) The office of the superintendent of public instruction shall  
5 make award determinations for state safety net funding in August of  
6 each school year, except that the superintendent of public  
7 instruction shall make award determinations for state safety net  
8 funding in July of each school year for the Washington state school  
9 for the blind and for the center for childhood deafness and hearing  
10 loss. Determinations on school district eligibility for state safety  
11 net awards shall be based on analysis of actual expenditure data from  
12 the current school year.

13 (9) A maximum of \$931,000 may be expended from the general fund—  
14 state appropriations to fund 5.43 full-time equivalent teachers and  
15 2.1 full-time equivalent aides at children's orthopedic hospital and  
16 medical center. This amount is in lieu of money provided through the  
17 home and hospital allocation and the special education program.

18 (10) The superintendent shall maintain the percentage of federal  
19 flow-through to school districts at 85 percent. In addition to other  
20 purposes, school districts may use increased federal funds for high-  
21 cost students, for purchasing regional special education services  
22 from educational service districts, and for staff development  
23 activities particularly relating to inclusion issues.

24 (11) A school district may carry over from one year to the next  
25 year up to 10 percent of the general fund—state funds allocated under  
26 this program; however, carryover funds shall be expended in the  
27 special education program.

28 (12) \$256,000 of the general fund—state appropriation for fiscal  
29 year 2018 and \$256,000 of the general fund—state appropriation for  
30 fiscal year 2019 are provided solely for two additional full-time  
31 equivalent staff to support the work of the safety net committee and  
32 to provide training and support to districts applying for safety net  
33 awards.

34 (13) \$50,000 of the general fund—state appropriation for fiscal  
35 years 2018 and 2019, and \$100,000 of the general fund—federal  
36 appropriation are provided solely for a special education family  
37 liaison position within the office of the superintendent of public  
38 instruction.



1            NEW SECTION.        **Sec. 510.**        **FOR THE SUPERINTENDENT OF PUBLIC**  
2 **INSTRUCTION—FOR INSTITUTIONAL EDUCATION PROGRAMS**

3	General Fund—State Appropriation (FY 2018)	. . . . .	\$13,521,000
4	General Fund—State Appropriation (FY 2019)	. . . . .	\$13,598,000
5	TOTAL APPROPRIATION.	. . . . .	\$27,119,000

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

8            (1) Each general fund—state fiscal year appropriation includes  
9 such funds as are necessary to complete the school year ending in the  
10 fiscal year and for prior fiscal year adjustments.

11           (2) State funding provided under this section is based on  
12 salaries and other expenditures for a 220-day school year. The  
13 superintendent of public instruction shall monitor school district  
14 expenditure plans for institutional education programs to ensure that  
15 districts plan for a full-time summer program.

16           (3) State funding for each institutional education program shall  
17 be based on the institution's annual average full-time equivalent  
18 student enrollment. Staffing ratios for each category of institution  
19 shall remain the same as those funded in the 1995-97 biennium.

20           (4) The funded staffing ratios for education programs for  
21 juveniles age 18 or less in department of corrections facilities  
22 shall be the same as those provided in the 1997-99 biennium.

23           (5) \$701,000 of the general fund—state appropriation for fiscal  
24 year 2018 and \$701,000 of the general fund—state appropriation for  
25 fiscal year 2019 are provided solely to maintain at least one  
26 certificated instructional staff and related support services at an  
27 institution whenever the K-12 enrollment is not sufficient to support  
28 one full-time equivalent certificated instructional staff to furnish  
29 the educational program. The following types of institutions are  
30 included: Residential programs under the department of social and  
31 health services for developmentally disabled juveniles, programs for  
32 juveniles under the department of corrections, programs for juveniles  
33 under the juvenile rehabilitation administration, and programs for  
34 juveniles operated by city and county jails.

35           (6) Ten percent of the funds allocated for each institution may  
36 be carried over from one year to the next.

37           NEW SECTION.        **Sec. 511.**        **FOR THE SUPERINTENDENT OF PUBLIC**  
38 **INSTRUCTION—FOR PROGRAMS FOR HIGHLY CAPABLE STUDENTS**

1	General Fund—State Appropriation (FY 2018)	. . . . .	\$10,627,000
2	General Fund—State Appropriation (FY 2019)	. . . . .	\$22,000,000
3	TOTAL APPROPRIATION.	. . . . .	\$32,627,000

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

6 (1)(a) Each general fund fiscal year appropriation includes such  
7 funds as are necessary to complete the school year ending in the  
8 fiscal year and for prior fiscal year adjustments.

9 (b) From July 1, 2017, to August 31, 2017, the superintendent  
10 shall allocate funding to school districts programs for highly  
11 capable students as provided in section 511, chapter 4, Laws of 2015  
12 3rd sp. sess., as amended.

13 (c) From July 1, 2018, to August 31, 2018, the superintendent  
14 shall allocate funding to school districts programs for highly  
15 capable students as provided in subsection (3)(a) of this section.

16 **FOR THE 2017-18 SCHOOL YEAR**

17 (2)(a) For the 2017-18 school year, the superintendent shall  
18 allocate funding to school district programs for highly capable  
19 students as provided in RCW 28A.150.260(10)(c). In calculating the  
20 allocations, the superintendent shall assume the following: (i)  
21 Additional instruction of 2.1590 hours per week per funded highly  
22 capable program student; (ii) fifteen highly capable program students  
23 per teacher; (iii) 36 instructional weeks per year; (iv) 900  
24 instructional hours per teacher; and (v) the district's average staff  
25 mix and compensation rates as provided in sections 503 and 504 of  
26 this act.

27 (b) The enhancements within this section are within the program  
28 of basic education.

29 **FOR THE 2018-19 SCHOOL YEAR**

30 (3) For the 2018-19 school year, funding for highly capable  
31 students shall be allocated as provided in section 102(4)(c),  
32 chapter . . . , Laws of 2017 (Substitute Senate Bill No. 5607) and  
33 chapter . . . , Laws of 2017 (Substitute Senate Bill No. 5875).

34 **FOR THE 2017-18 AND 2018-19 SCHOOL YEARS**

35 (4) \$85,000 of the general fund—state appropriation for fiscal  
36 year 2018 and \$85,000 of the general fund—state appropriation for



1 prior to the collection of work samples being submitted to the state  
2 for evaluation, a classroom teacher or other educator must review the  
3 collection of work to determine whether the sample is likely to meet  
4 the minimum required score to meet the state standard. Appropriations  
5 are reduced to reflect savings from implementation of Senate Bill No.  
6 5891 (high school graduation/science test).

7 (2) \$356,000 of the general fund—state appropriation for fiscal  
8 year 2018 and \$356,000 of the general fund—state appropriation for  
9 fiscal year 2019 are provided solely for the Washington state  
10 leadership and assistance for science education reform (LASER)  
11 regional partnership activities coordinated at the Pacific science  
12 center, including instructional material purchases, teacher and  
13 principal professional development, and school and community  
14 engagement events.

15 (3) \$3,935,000 of the general fund—state appropriation for fiscal  
16 year 2018 and \$3,935,000 of the general fund—state appropriation for  
17 fiscal year 2019 are provided solely for implementation of a new  
18 performance-based evaluation for certificated educators and other  
19 activities as provided in chapter 235, Laws of 2010 (education  
20 reform) and chapter 35, Laws of 2012 (certificated employee  
21 evaluations).

22 (4) \$62,672,000 of the general fund—state appropriation for  
23 fiscal year 2018 is provided solely for the national board certified  
24 teachers bonuses earned in the 2016-17 school year as provided in  
25 section 513, chapter 4, Laws of 2015 3rd sp. sess., as amended.

26 (5) \$477,000 of the general fund—state appropriation for fiscal  
27 year 2018 and \$477,000 of the general fund—state appropriation for  
28 fiscal year 2019 are provided solely for the leadership internship  
29 program for superintendents, principals, and program administrators.

30 (6) \$950,000 of the general fund—state appropriation for fiscal  
31 year 2018 and \$950,000 of the general fund—state appropriation for  
32 fiscal year 2019 are provided solely for the Washington reading  
33 corps. The superintendent shall allocate reading corps members to  
34 low-performing schools and school districts that are implementing  
35 comprehensive, proven, research-based reading programs. Two or more  
36 schools may combine their Washington reading corps programs.

37 (7) \$810,000 of the general fund—state appropriation for fiscal  
38 year 2018 and \$810,000 of the general fund—state appropriation for  
39 fiscal year 2019 are provided solely for the development of a

1 leadership academy for school principals and administrators. The  
2 superintendent of public instruction shall contract with an  
3 independent organization to operate a state-of-the-art education  
4 leadership academy that will be accessible throughout the state.  
5 Semiannually the independent organization shall report on amounts  
6 committed by foundations and others to support the development and  
7 implementation of this program. Leadership academy partners shall  
8 include the state level organizations for school administrators and  
9 principals, the superintendent of public instruction, the  
10 professional educator standards board, and others as the independent  
11 organization shall identify.

12 (8) \$3,000,000 of the general fund—state appropriation for fiscal  
13 year 2018 and \$3,000,000 of the general fund—state appropriation for  
14 fiscal year 2019 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  
17 software training opportunities for students and staff in public  
18 schools.

19 (9) \$1,777,000 of the general fund—state appropriation for fiscal  
20 year 2018 and \$1,777,000 of the general fund—state appropriation for  
21 fiscal year 2019 are provided solely for secondary career and  
22 technical education grants pursuant to chapter 170, Laws of 2008. If  
23 equally matched by private donations, \$800,000 of the 2018  
24 appropriation and \$800,000 of the 2019 appropriation shall be used to  
25 support FIRST robotics programs. Of the amounts in this subsection,  
26 \$200,000 of the fiscal year 2018 appropriation and \$200,000 of the  
27 fiscal year 2019 appropriation are provided solely for the purpose of  
28 statewide supervision activities for career and technical education  
29 student leadership organizations.

30 (10) \$125,000 of the general fund—state appropriation for fiscal  
31 year 2018 and \$125,000 of the general fund—state appropriation for  
32 fiscal year 2019 are provided solely for (a) staff at the office of  
33 the superintendent of public instruction to coordinate and promote  
34 efforts to develop integrated math, science, technology, and  
35 engineering programs in schools and districts across the state; and  
36 (b) grants of \$2,500 to provide twenty middle and high school  
37 teachers each year with professional development training for  
38 implementing integrated math, science, technology, and engineering  
39 programs in their schools.

1 (11) \$135,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$135,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely for science, technology,  
4 engineering and mathematics lighthouse projects, consistent with  
5 chapter 238, Laws of 2010.

6 (12) \$5,500,000 of the general fund—state appropriation for  
7 fiscal year 2018 and \$5,500,000 of the general fund—state  
8 appropriation for fiscal year 2019 are provided solely for a  
9 beginning educator support program. The program shall prioritize  
10 first year teachers in the mentoring program. School districts and/or  
11 regional consortia may apply for grant funding. The program provided  
12 by a district and/or regional consortia shall include: A paid  
13 orientation; assignment of a qualified mentor; development of a  
14 professional growth plan for each beginning teacher aligned with  
15 professional certification; release time for mentors and new teachers  
16 to work together; and teacher observation time with accomplished  
17 peers. Funding may be used to provide statewide professional  
18 development opportunities for mentors and beginning educators.

19 (13) \$250,000 of the general fund—state appropriation for fiscal  
20 year 2018 and \$250,000 of the general fund—state appropriation for  
21 fiscal year 2019 are provided solely for advanced project lead the  
22 way courses at ten high schools. To be eligible for funding in 2018,  
23 a high school must have offered a foundational project lead the way  
24 course during the 2016-17 school year. The 2018 funding must be used  
25 for one-time start-up course costs for an advanced project lead the  
26 way course, to be offered to students beginning in the 2017-18 school  
27 year. To be eligible for funding in 2019, a high school must have  
28 offered a foundational project lead the way course during the 2017-18  
29 school year. The 2018 funding must be used for one-time start-up  
30 course costs for an advanced project lead the way course, to be  
31 offered to students beginning in the 2018-19 school year. The office  
32 of the superintendent of public instruction and the education  
33 research and data center at the office of financial management shall  
34 track student participation and long-term outcome data.

35 (14) \$450,000 of the general fund—state appropriation for fiscal  
36 year 2018 and \$450,000 of the general fund—state appropriation for  
37 fiscal year 2019 are provided solely for annual start-up, expansion,  
38 or maintenance of existing programs in aerospace and advanced  
39 manufacturing programs. To be eligible for funding, the skills center



1 and high schools must agree to engage in developing local business  
2 and industry partnerships for oversight and input regarding program  
3 components. Program instructors must also agree to participate in  
4 professional development leading to student employment, or  
5 certification in aerospace or advanced manufacturing industries as  
6 determined by the superintendent of public instruction. The office of  
7 the superintendent of public instruction and the education research  
8 and data center shall report annually student participation and long-  
9 term outcome data.

10 (15) \$5,000,000 of the general fund—state appropriation for  
11 fiscal year 2018 and \$5,000,000 of the general fund—state  
12 appropriation for fiscal year 2019 are provided solely for the  
13 provision of training for teachers in the performance-based teacher  
14 principal evaluation program.

15 (16) \$9,352,000 of the general fund—state appropriation for  
16 fiscal year 2018 and \$9,352,000 of the general fund—state  
17 appropriation for fiscal year 2019 are provided solely for the  
18 implementation of chapter 159, Laws of 2013 (Engrossed Second  
19 Substitute Senate Bill No. 5329) (persistently failing schools).

20 (17) \$100,000 of the general fund—state appropriation for fiscal  
21 year 2018 and \$100,000 of the general fund—state appropriation for  
22 fiscal year 2019 are provided solely to promote the financial  
23 literacy of students. The effort will be coordinated through the  
24 financial literacy public-private partnership.

25 (18) \$2,194,000 of the general fund—state appropriation for  
26 fiscal year 2018 and \$2,194,000 of the general fund—state  
27 appropriation for fiscal year 2019 are provided solely to implement  
28 chapter 18, Laws of 2013 2nd sp. sess. (Engrossed Substitute Senate  
29 Bill No. 5946) (strengthening student educational outcomes).

30 (19) \$1,061,000 of the general fund—state appropriation for  
31 fiscal year 2018 and \$1,061,000 of the general fund—state  
32 appropriation for fiscal year 2019 are provided solely for chapter  
33 184, Laws of 2013 (Second Substitute House Bill No. 1642) (academic  
34 acceleration).

35 (20) \$36,000 of the general fund—state appropriation for fiscal  
36 year 2018 and \$36,000 of the general fund—state appropriation for  
37 fiscal year 2019 are provided solely for chapter 212, Laws of 2014  
38 (Substitute Senate Bill No. 6074) (homeless student educational  
39 outcomes).

1 (21) \$80,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$40,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely for chapter 219, Laws of 2014  
4 (Second Substitute Senate Bill No. 6163) (expanded learning).

5 (22) \$10,000 of the general fund—state appropriation for fiscal  
6 year 2018 and \$10,000 of the general fund—state appropriation for  
7 fiscal year 2019 are provided solely for chapter 102, Laws of 2014  
8 (Senate Bill No. 6424) (biliteracy seal).

9 (23) \$500,000 of the general fund—state appropriation for fiscal  
10 year 2018 and \$500,000 of the general fund—state appropriation for  
11 fiscal year 2019 are provided solely for the office of the  
12 superintendent of public instruction to contract with a nonprofit  
13 organization to integrate the state learning standards in English  
14 language arts, mathematics, and science with FieldSTEM outdoor field  
15 studies and project-based and work-based learning opportunities  
16 aligned with the environmental, natural resource, and agricultural  
17 sectors.

18 (24) Within the amounts provided in this section, the  
19 superintendent of public instruction shall obtain an existing student  
20 assessment inventory tool that is free and openly licensed and  
21 distribute the tool to every school district. Each school district  
22 shall use the student assessment inventory tool to identify all  
23 state-level and district-level assessments that are required of  
24 students. The state-required assessments should include: Reading  
25 proficiency assessments used for compliance with RCW 28A.320.202; the  
26 required statewide assessments under chapter 28A.655 RCW in grades  
27 three through eight and at the high school level in English language  
28 arts, mathematics, and science, as well as the practice and training  
29 tests used to prepare for them; and the high school end-of-course  
30 exams in mathematics under RCW 28A.655.066. District-required  
31 assessments should include: The second grade reading assessment used  
32 to comply with RCW 28A.300.320; interim smarter balanced assessments,  
33 if required; the measures of academic progress assessment, if  
34 required; and other required interim, benchmark, or summative  
35 standardized assessments, including assessments used in social  
36 studies, the arts, health, and physical education in accordance with  
37 RCW 28A.230.095, and for educational technology in accordance with  
38 RCW 28A.655.075. The assessments identified should not include  
39 assessments used to determine eligibility for any categorical program

1 including the transitional bilingual instruction program, learning  
2 assistance program, highly capable program, special education  
3 program, or any formative or diagnostic assessments used solely to  
4 inform teacher instructional practices, other than those already  
5 identified. By October 15th of each year, each district shall report  
6 to the superintendent the amount of student time in the previous  
7 school year that is spent taking each assessment identified. By  
8 December 15th of each year, the superintendent shall summarize the  
9 information reported by the school districts and report to the  
10 education committees of the house of representatives and the senate.

11 (25) \$3,000,000 of the general fund—state appropriation for  
12 fiscal year 2018 and \$3,000,000 of the general fund—state  
13 appropriation for fiscal year 2019 are provided solely for  
14 implementation of Senate Bill No. 5853 (career and technical  
15 education). If the bill is not enacted by June 30, 2017, the amount  
16 provided in this subsection shall lapse.

17 NEW SECTION.      **Sec. 514.      FOR THE SUPERINTENDENT OF PUBLIC**  
18 **INSTRUCTION—FOR TRANSITIONAL BILINGUAL PROGRAMS**

19	General Fund—State Appropriation (FY 2018) . . . . .	\$136,642,000
20	General Fund—State Appropriation (FY 2019) . . . . .	\$155,740,000
21	General Fund—Federal Appropriation . . . . .	\$92,244,000
22	TOTAL APPROPRIATION. . . . .	\$384,626,000

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

25 (1)(a) Each general fund fiscal year appropriation includes such  
26 funds as are necessary to complete the school year ending in the  
27 fiscal year and for prior fiscal year adjustments.

28 (b) From July 1, 2017, to August 31, 2017, the superintendent  
29 shall allocate funding to school districts for transitional bilingual  
30 instruction programs as provided in section 514, chapter 4, Laws of  
31 2015, 3rd sp. sess., as amended.

32 (c) From July 1, 2018, to August 31, 2018, the superintendent  
33 shall allocate funding to school districts for transitional bilingual  
34 instruction programs as provided in subsection (2) of this section.

35 **FOR THE 2017-18 SCHOOL YEAR**

36 (2) For the 2017-18 school year, the superintendent shall  
37 allocate funding to school districts for transitional bilingual

1 programs under RCW 28A.180.010 through 28A.180.080, including  
2 programs for exited students, as provided in RCW 28A.150.260(10)(b)  
3 and the provisions of this section. In calculating the allocations,  
4 the superintendent shall assume the following averages: (i)  
5 Additional instruction of 4.7780 hours per week per transitional  
6 bilingual program student in grades kindergarten through twelve in  
7 school year 2017-18; (ii) additional instruction of 3.0000 hours per  
8 week in school year 2017-18 for the head count number of students who  
9 have exited the transitional bilingual instruction program within the  
10 previous two years based on their performance on the English  
11 proficiency assessment; (iii) fifteen transitional bilingual program  
12 students per teacher; (iv) 36 instructional weeks per year; (v) 900  
13 instructional hours per teacher; and (vi) the district's average  
14 staff mix and compensation rates as provided in sections 503 and 504  
15 of this act. Pursuant to RCW 28A.180.040(1)(g), the instructional  
16 hours specified in (a)(ii) of this subsection (2) are within the  
17 program of basic education.

18 **FOR THE 2018-19 SCHOOL YEAR**

19 (3) For the 2018-19 school year, the superintendent shall  
20 allocate funding to school districts for transitional bilingual  
21 programs as provided in section 102(4)(b), chapter. . . , Laws of 2017  
22 (Substitute Senate Bill No. 5607) and chapter . . . , Laws of 2017  
23 (Substitute Senate Bill No. 5875).

24 **FOR THE 2017-18 AND 2018-19 SCHOOL YEARS**

25 (4) The superintendent may withhold allocations to school  
26 districts in subsections (2) and (3) of this section solely for the  
27 central provision of assessments as provided in RCW 28A.180.090 (1)  
28 and (2) up to the following amounts: 2.81 percent for school year  
29 2017-18 and 2.55 percent for school year 2018-19.

30 (5) The general fund—federal appropriation in this section is for  
31 migrant education under Title I Part C and English language  
32 acquisition, and language enhancement grants under Title III of the  
33 elementary and secondary education act.

34 (6) \$35,000 of the general fund—state appropriation for fiscal  
35 year 2018 and \$35,000 of the general fund—state appropriation for  
36 fiscal year 2019 are provided solely to track current and former  
37 transitional bilingual program students.



1 equivalent enrollment in grades K-12 for the prior school year  
2 multiplied by the district's percentage of October headcount  
3 enrollment in grades K-12 eligible for free or reduced-price lunch in  
4 the prior school year. The prior school year's October headcount  
5 enrollment for free and reduced-price lunch shall be as reported in  
6 the comprehensive education data and research system.

7 (4) For the 2017-18 school year, allocations made pursuant to  
8 subsections (1) through (3) of this section shall be adjusted to  
9 reflect ineligible applications identified through the annual income  
10 verification process required by the national school lunch program,  
11 as recommended in the report of the state auditor on the learning  
12 assistance program dated February 2010.

13 **FOR THE 2018-19 SCHOOL YEAR**

14 (5) For the 2018-19 school year, the superintendent shall  
15 allocate funding to school districts for the learning assistance  
16 program as provided in section 102(4)(d), chapter. . . , Laws of 2017  
17 (Substitute Senate Bill No. 5607) and chapter . . . , Laws of 2017  
18 (Substitute Senate Bill No. 5875). A school district's funded  
19 students under this subsection (5) for the learning assistance  
20 program is based on the most recent estimates of poverty rates within  
21 school districts for children ages five to seventeen under the United  
22 States census bureau's small area and poverty estimates program.

23 **FOR THE 2017-18 AND 2018-19 SCHOOL YEARS**

24 (6) The general fund—federal appropriation in this section is  
25 provided for Title I Part A allocations of the every student succeeds  
26 act of 2016.

27 (7) A school district may carry over from one year to the next up  
28 to 10 percent of the general fund—state funds allocated under this  
29 program; however, carryover funds shall be expended for the learning  
30 assistance program.

31 **NEW SECTION. Sec. 516. FOR THE SUPERINTENDENT OF PUBLIC**  
32 **INSTRUCTION**

33 (1) Amounts distributed to districts by the superintendent  
34 through part V of this act are for allocations purposes only, unless  
35 specified by part V of this act, and do not entitle a particular  
36 district, district employee, or student to a specific service, beyond  
37 what has been expressly provided in statute. Part V of this act

1 restates the requirements of various sections of Title 28A RCW. If  
2 any conflict exists, the provisions of Title 28A RCW control unless  
3 this act explicitly states that it is providing an enhancement. Any  
4 amounts provided in part V of this act in excess of the amounts  
5 required by Title 28A RCW provided in statute, are not within the  
6 program of basic education unless clearly stated by this act.

7 (2) To the maximum extent practicable, when adopting new or  
8 revised rules or policies relating to the administration of  
9 allocations in part V of this act that result in fiscal impact, the  
10 office of the superintendent of public instruction shall attempt to  
11 seek legislative approval through the budget request process.

12 (3) Appropriations made in this act to the office of the  
13 superintendent of public instruction shall initially be allotted as  
14 required by this act. Subsequent allotment modifications shall not  
15 include transfers of moneys between sections of this act.

16 (4) As required by RCW 28A.710.110, the office of the  
17 superintendent of public instruction shall transmit the charter  
18 school authorizer oversight fee for the charter school commission to  
19 the charter school oversight account.

20 (5) Washington opportunity pathways account—state appropriations  
21 distributed through Part V of this act for the operation and  
22 administration of charter schools as provided in chapter 28A.710 RCW  
23 shall not include state common school levy revenues collected under  
24 RCW 84.52.065.

25 NEW SECTION. **Sec. 517. FOR THE OFFICE OF THE SUPERINTENDENT OF**  
26 **PUBLIC INSTRUCTION—FOR CHARTER SCHOOLS**

27 Washington Opportunity Pathways Account—State

28 Appropriation. . . . . \$65,672,000

29 The appropriation in this section is subject to the following  
30 conditions and limitations: The superintendent shall distribute  
31 funding appropriated in this section to charter schools under chapter  
32 28A.710 RCW. Within amounts provided in this section the  
33 superintendent shall distribute funding for safety net awards for  
34 charter schools with demonstrated needs for special education funding  
35 beyond the amounts provided under chapter 28A.710 RCW.

36 NEW SECTION. **Sec. 518. FOR THE OFFICE OF THE SUPERINTENDENT OF**  
37 **PUBLIC INSTRUCTION—FOR THE WASHINGTON STATE CHARTER SCHOOL COMMISSION**

1	WA Opportunity Pathways Account—State Appropriation . . . . .	\$798,000
2	Charter Schools Oversight Account—State Appropriation . . . . .	\$2,101,000
3	TOTAL APPROPRIATION. . . . .	\$2,899,000

4       The appropriations in this section are subject to the following  
5 conditions and limitations: The entire Washington opportunity  
6 pathways account—state appropriation in this section is provided to  
7 the superintendent of public instruction solely for the operations of  
8 the Washington state charter school commission under chapter 28A.710  
9 RCW.

(End of part)



PART VI  
HIGHER EDUCATION

NEW SECTION.     **Sec. 601.**     The appropriations in sections 605 through 611 of this act are subject to the following conditions and limitations:

(1) "Institutions" means the institutions of higher education receiving appropriations under sections 605 through 611 of this act.

(2) The legislature, the office of financial management, and other state agencies need consistent and accurate personnel data from institutions of higher education for policy planning purposes. Institutions of higher education shall report personnel data to the office of financial management for inclusion in the agency's data warehouse. Uniform reporting procedures shall be established by the office of financial management's office of the state human resources director for use by the reporting institutions, including provisions for common job classifications and common definitions of full-time equivalent staff. Annual contract amounts, number of contract months, and funding sources shall be consistently reported for employees under contract.

(3) In addition to waivers granted under the authority of RCW 28B.15.910, the governing boards and the state board may waive all or a portion of operating fees for any student. State general fund appropriations shall not be provided to replace tuition and fee revenue foregone as a result of waivers granted under this subsection.

(4)(a) For institutions receiving appropriations in section 605 of this act, the only allowable salary increases provided are those with normally occurring promotions and increases related to faculty and staff retention, except as provided in Part IX of this act. In fiscal year 2018 and fiscal year 2019, the state board for community and technical colleges may use salary and benefit savings from faculty turnover to provide salary increments and associated benefits for faculty who qualify through professional development and training.

(b) For each institution of higher education receiving appropriations under sections 606 through 611 of this act:

(i) The only allowable salary increases are those associated with normally occurring promotions and increases related to faculty and staff retention and as provided in Part IX of this act; and

1 (ii) Institutions may provide salary increases from other sources  
2 to instructional and research faculty at the universities and The  
3 Evergreen State College, exempt professional staff, teaching and  
4 research assistants, as classified by the office of financial  
5 management, and all other nonclassified staff, but not including  
6 employees under chapter 41.80 RCW. Any salary increase granted under  
7 the authority of this subsection (4)(b)(ii) shall not be included in  
8 an institution's salary base for future state funding. It is the  
9 intent of the legislature that state general fund support for an  
10 institution shall not increase during the current or any future  
11 biennium as a result of any salary increases authorized under this  
12 subsection (4)(b)(ii).

13 NEW SECTION. **Sec. 602.** (1) Within the amounts appropriated in  
14 this act, each institution of higher education shall seek to:

15 (a) Maintain and to the extent possible increase enrollment  
16 opportunities at branch campuses;

17 (b) Maintain and to the extent possible increase enrollment  
18 opportunities at university centers and other partnership programs  
19 that enable students to earn baccalaureate degrees on community  
20 college campuses; and

21 (c) Eliminate and consolidate programs of study for which there  
22 is limited student or employer demand, or that are not areas of core  
23 academic strength for the institution, particularly when such  
24 programs duplicate offerings by other in-state institutions.

25 (3) For purposes of monitoring and reporting statewide  
26 enrollment, the University of Washington and Washington State  
27 University shall notify the office of financial management of the  
28 number of full-time student equivalent enrollments for each of their  
29 campuses.

30 NEW SECTION. **Sec. 603. PUBLIC BACCALAUREATE INSTITUTIONS**

31 (1) The state universities, the regional universities, and The  
32 Evergreen State College must accept the transfer of college-level  
33 courses taken by students under RCW 28A.600.290 or 28A.600.300 if a  
34 student seeking a transfer of the college-level courses has been  
35 admitted to the state university, the regional university, or The  
36 Evergreen State College, and if the college-level courses are  
37 recognized as transferrable by the admitting institution of higher  
38 education.

1 (2) Appropriations in section 737 of this act are sufficient  
2 general wage increases as described in section 737 at institutions of  
3 higher education. The institutions may also use these funds for any  
4 other purpose including increasing compensation and implementing  
5 other collective bargaining agreements.

6 NEW SECTION. **Sec. 604. STATE BOARD FOR COMMUNITY AND TECHNICAL**  
7 **COLLEGES**

8 Appropriations in section 737 of this act are sufficient to fund  
9 general wage increases as described in section 737 of this act at  
10 institutions of higher education. The institutions may also use these  
11 funds for any other purpose including increasing compensation.

12 NEW SECTION. **Sec. 605. FOR THE STATE BOARD FOR COMMUNITY AND**  
13 **TECHNICAL COLLEGES**

14	General Fund—State Appropriation (FY 2018)	. . . . .	\$642,785,000
15	General Fund—State Appropriation (FY 2019)	. . . . .	\$302,634,000
16	Community/Technical College Capital Projects		
17	Account—State Appropriation.	. . . . .	\$23,841,000
18	Education Legacy Trust Account—State Appropriation	. . .	\$449,532,000
19	TOTAL APPROPRIATION.	. . . . .	\$1,418,792,000

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

22 (1) \$33,261,000 of the general fund—state appropriation for  
23 fiscal year 2018 and \$33,261,000 of the general fund—state  
24 appropriation for fiscal year 2019 are provided solely as special  
25 funds for training and related support services, including financial  
26 aid, as specified in RCW 28C.04.390. Funding is provided to support  
27 at least 7,170 full-time equivalent students in fiscal year 2018 and  
28 at least 7,170 full-time equivalent students in fiscal year 2019.

29 (2) \$5,450,000 of the education legacy trust account—state  
30 appropriation is provided solely for administration and customized  
31 training contracts through the job skills program. The state board  
32 shall make an annual report by January 1st of each year to the  
33 governor and to the appropriate policy and fiscal committees of the  
34 legislature regarding implementation of this section, listing the  
35 scope of grant awards, the distribution of funds by educational  
36 sector and region of the state, and the results of the partnerships  
37 supported by these funds.

1 (3) \$425,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$425,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely for Seattle central college's  
4 expansion of allied health programs.

5 (4) \$5,250,000 of the general fund—state appropriation for fiscal  
6 year 2018 and \$5,250,000 of the general fund—state appropriation for  
7 fiscal year 2019 are provided solely for the student achievement  
8 initiative.

9 (5) \$860,000 of the general fund—state appropriation for fiscal  
10 year 2018, and \$860,000 of the general fund—state appropriation for  
11 fiscal year 2019 are provided solely for the expansion of the  
12 mathematics, engineering, and science achievement program. The state  
13 board shall report back to the appropriate committees of the  
14 legislature on the number of campuses and students served by December  
15 31, 2018.

16 (6) \$1,500,000 of the general fund—state appropriation for fiscal  
17 year 2018 and \$1,500,000 of the general fund—state appropriation for  
18 fiscal year 2019 are provided solely for operating a fabrication  
19 composite wing incumbent worker training program to be housed at the  
20 Washington aerospace training and research center.

21 (7) \$100,000 of the general fund—state appropriation for fiscal  
22 year 2018 and \$100,000 of the general fund—state appropriation for  
23 fiscal year 2019 are provided solely for the aerospace center of  
24 excellence currently hosted by Everett community college to:

25 (a) Increase statewide communications and outreach between  
26 industry sectors, industry organizations, businesses, K-12 schools,  
27 colleges, and universities;

28 (b) Enhance information technology to increase business and  
29 student accessibility and use of the center's web site; and

30 (c) Act as the information entry point for prospective students  
31 and job seekers regarding education, training, and employment in the  
32 industry.

33 (8) \$18,588,000 of the general fund—state appropriation for  
34 fiscal year 2018 and \$18,960,000 of the general fund—state  
35 appropriation for fiscal year 2019 are provided solely for the  
36 implementation of the college affordability program as set forth in  
37 RCW 28B.15.066.

38 (9) Community and technical colleges are not required to send  
39 mass mailings of course catalogs to residents of their districts.

1 Community and technical colleges shall consider lower cost  
2 alternatives, such as mailing postcards or brochures that direct  
3 individuals to online information and other ways of acquiring print  
4 catalogs.

5 (10) The state board for community and technical colleges shall  
6 not use funds appropriated in this section to support intercollegiate  
7 athletics programs.

8 (11) \$157,000 of the general fund—state appropriation for fiscal  
9 year 2018 and \$157,000 of the general fund—state appropriation for  
10 fiscal year 2019 are provided solely for Wenatchee Valley college to  
11 develop a wildfire prevention program.

12 (12) Within funds appropriated in this section, teacher  
13 preparation programs shall meet the requirements of RCW 28B.10.710 to  
14 incorporate information on the culture, history, and government of  
15 American Indian people in this state by integrating the curriculum  
16 developed and made available free of charge by the office of the  
17 superintendent of public instruction into existing programs or  
18 courses and may modify that curriculum in order to incorporate  
19 elements that have a regionally specific focus.

20 (13) \$100,000 of the general fund—state appropriation for fiscal  
21 year 2018 is provided solely for implementation of Substitute Senate  
22 Bill No. 5022 (education loan information). If the bill is not  
23 enacted by June 30, 2017, the amount provided in this subsection  
24 shall lapse.

25 (14) \$185,000 of the general fund—state appropriation for fiscal  
26 year 2018 and \$185,000 of the general fund—state appropriation for  
27 fiscal year 2019 are provided solely for implementation of Substitute  
28 Senate Bill No. 5100 (financial literacy seminars). If the bill is  
29 not enacted by June 30, 2017, the amounts provided in this subsection  
30 shall lapse.

31 (15)(a) The state board must provide quality assurance reports on  
32 the ctcLink project at the frequency directed by the office of chief  
33 information officer for review and for posting on its information  
34 technology project dashboard.

35 (b) The state board must develop a technology budget using a  
36 method similar to the state capital budget, identifying project  
37 costs, funding sources, and anticipated deliverables through each  
38 stage of the investment and across fiscal periods and biennia from  
39 project initiation to implementation. The budget must be updated at

1 the frequency directed by the office of chief information officer for  
2 review and for posting on its information technology project  
3 dashboard.

4 (c) The office of the chief information officer may suspend the  
5 ctcLink project at any time if the office of the chief information  
6 officer determines that the project is not meeting or is not expected  
7 to meet anticipated performance measures, implementation timelines,  
8 or budget estimates. Once suspension or termination occurs, the state  
9 board shall not make additional expenditures on the ctcLink project  
10 without approval of the chief information officer. The ctcLink  
11 project funded through the community and technical college innovation  
12 account created in RCW 28B.50.515 is subject to the conditions,  
13 limitations, and review provided in section 724 of this act.

14 (16) \$150,000 of the general fund—state appropriation for fiscal  
15 year 2018 and \$150,000 of the general fund—state appropriation for  
16 fiscal year 2019 are provided solely for the aerospace center of  
17 excellence hosted by Everett Community College to develop an unmanned  
18 aircraft system program in Sunnyside.

19 (17) \$150,000 of the general fund—state appropriation for fiscal  
20 year 2018 and \$150,000 of the general fund—state appropriation for  
21 fiscal year 2019 are provided solely for program delivery through  
22 Green River College to the Convington area and southeast King county  
23 in response to the education needs assessment conducted by the  
24 student achievement council in the 2015-2017 fiscal biennium.

25 **NEW SECTION. Sec. 606. FOR THE UNIVERSITY OF WASHINGTON**

26	General Fund—State Appropriation (FY 2018)	\$330,291,000
27	General Fund—State Appropriation (FY 2019)	\$336,408,000
28	General Fund—Private/Local Appropriation	\$114,000
29	Aquatic Lands Enhancement Account—State Appropriation	\$1,350,000
30	Education Legacy Trust Account—State Appropriation	\$30,002,000
31	Economic Development Strategic Reserve Account—State	
32	Appropriation	\$3,014,000
33	Biotoxin Account—State Appropriation	\$595,000
34	Dedicated Marijuana Account—State Appropriation	
35	(FY 2018)	\$247,000
36	Dedicated Marijuana Account—State Appropriation	
37	(FY 2019)	\$247,000
38	Accident Account—State Appropriation	\$7,197,000

1	Medical Aid Account—State Appropriation . . . . .	\$562,000
2	University of Washington Building Account—State	
3	Appropriation . . . . .	\$1,052,000
4	TOTAL APPROPRIATION. . . . .	\$711,079,000

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

7 (1) \$52,000 of the general fund—state appropriation for fiscal  
8 year 2018 and \$52,000 of the general fund—state appropriation for  
9 fiscal year 2019 are provided solely for the center for international  
10 trade in forest products in the college of forest resources.

11 (2) \$38,581,000 of the general fund—state appropriation for  
12 fiscal year 2018 and \$39,353,000 of the general fund—state  
13 appropriation for fiscal year 2019 are provided solely for the  
14 implementation of the college affordability program as set forth in  
15 RCW 28B.15.066.

16 (3) \$200,000 of the general fund—state appropriation for fiscal  
17 year 2018 and \$200,000 of the general fund—state appropriation for  
18 fiscal year 2019 are provided solely for labor archives of  
19 Washington. The university shall work in collaboration with the state  
20 board for community and technical colleges.

21 (4) \$8,000,000 of the education legacy trust account—state  
22 appropriation is provided solely for the family medicine residency  
23 network at the university to expand the number of residency slots  
24 available in Washington.

25 (5) The university must continue work with the education research  
26 and data center to demonstrate progress in computer science and  
27 engineering enrollments. By September 1st of each year, the  
28 university shall provide a report including but not limited to the  
29 cost per student, student completion rates, and the number of low-  
30 income students enrolled in each program, any process changes or  
31 best-practices implemented by the university, and how many students  
32 are enrolled in computer science and engineering programs above the  
33 prior academic year.

34 (6) \$1,350,000 of the aquatic lands enhancement account—state is  
35 provided solely for ocean acidification monitoring, forecasting, and  
36 research and for operation of the Washington ocean acidification  
37 center. By September 1, 2017, the center must provide a biennial work  
38 plan and begin quarterly progress reports to the Washington marine  
39 resources advisory council created under RCW 43.06.338.

1 (7) \$8,000,000 of the education legacy trust account—state  
2 appropriation is provided solely for the expansion of degrees in the  
3 department of computer science and engineering at the Seattle campus.

4 (8) \$3,000,000 of the economic development strategic reserve  
5 account appropriation is provided solely to support the joint center  
6 for aerospace innovation technology.

7 (9) The University of Washington shall not use funds appropriated  
8 in this section to support intercollegiate athletics programs.

9 (10) \$250,000 of the general fund—state appropriation for fiscal  
10 year 2018 and \$250,000 of the general fund—state appropriation for  
11 fiscal year 2019 are provided solely for the Latino health center.

12 (11) \$200,000 of the general fund—state appropriation for fiscal  
13 year 2018 and \$200,000 of the general fund—state appropriation for  
14 fiscal year 2019 are provided solely for the climate impacts group in  
15 the college of the environment.

16 (12) \$10,900,000 of the general fund—state appropriation for  
17 fiscal year 2018 and \$9,900,000 of the general fund—state  
18 appropriation for fiscal year 2019 are provided solely for the  
19 continued operations and expansion of the Washington, Wyoming,  
20 Alaska, Montana, Idaho medical school program.

21 (13) \$3,200,000 of the general fund—state appropriation for  
22 fiscal year 2019 is provided solely for the university to host the  
23 Special Olympics USA Games in July 2018.

24 (14) Within funds appropriated in this section, teacher  
25 preparation programs shall meet the requirements of RCW 28B.10.710 to  
26 incorporate information on the culture, history, and government of  
27 American Indian people in this state by integrating the curriculum  
28 developed and made available free of charge by the office of the  
29 superintendent of public instruction into existing programs or  
30 courses and may modify that curriculum in order to incorporate  
31 elements that have a regionally specific focus.

32 (15) Within the funds appropriated in this section, the  
33 University of Washington shall:

34 (a) Review the scholarly literature on the short-term and long-  
35 term effects of marijuana use to assess if other states or private  
36 entities are conducting marijuana research in areas that may be  
37 useful to the state.

38 (b) Provide as part of its budget request for the 2019-2021  
39 biennium:



1 (i) A list of intended state, federal, and privately funded  
2 marijuana research, including cost, duration, and scope; and

3 (ii) Plans for partnerships with other universities, state  
4 agencies, or private entities, including entities outside the state,  
5 for purposes related to researching short-term and long-term effects  
6 of marijuana use.

7 (16) The appropriations in this section include sufficient  
8 funding for the implementation of Substitute Senate Bill No. 5022  
9 (education loan information).

10 (17) The appropriations in this section include sufficient  
11 funding for the implementation of Substitute Senate Bill No. 5100  
12 (financial literacy seminars).

13 (18) \$56,000 of the general fund—state appropriation for fiscal  
14 year 2018 and \$56,000 of the general fund—state appropriation for  
15 fiscal year 2019 are provided solely for implementation of Senate  
16 Bill No. 5525 (veterans' mental health services). The university  
17 shall use revenue from student health services fees, as defined in  
18 RCW 28B.15.041, that are deposited in local accounts located outside  
19 of the state treasury to fund the remainder of costs to implement the  
20 bill. If the bill is not enacted by June 30, 2017, the amounts  
21 provided in this subsection shall lapse.

22 (19) \$3,000,000 of the general fund—state appropriation for  
23 fiscal year 2018 and \$3,000,000 of the general fund—state  
24 appropriation for fiscal year 2019 are provided solely for the  
25 institute for stem cell and regenerative medicine.

26 (20) \$3,456,000 of the general fund—state appropriation for  
27 fiscal year 2018 and \$7,074,000 of the general fund—state  
28 appropriation for fiscal year 2019 are provided solely for the  
29 university to increase full-time equivalent state-supported resident  
30 undergraduate enrollment by 250 students in the 2017-18 academic year  
31 and 500 students in the 2018-19 academic year. If Senate Bill No.  
32 5902 is not enacted by June 30, 2017, the amounts provided in this  
33 subsection shall lapse.

34 (a) The university shall fill seventy percent of the additional  
35 resident undergraduate enrollment with students majoring in science,  
36 technology, engineering, and mathematics.

37 (b) If the university is unable to fill the additional resident  
38 undergraduate enrollment in the 2017-18 academic year, the amount  
39 provided in this subsection for fiscal year 2018 shall lapse. For the

1 purpose of determining if funding provided in this subsection for  
2 fiscal year 2018 shall be lapsed, the university shall report to the  
3 office of financial management and the legislative fiscal committees,  
4 by September 1, 2018, on the number of additional resident  
5 undergraduate students enrolled in the 2017-18 academic year with the  
6 funding provided in this subsection for fiscal year 2018.

7 (c) Within funds appropriated in this section, the university  
8 shall establish a pre-law program in Tacoma.

9 (21) \$200,000 of the general fund—state appropriation for fiscal  
10 year 2018 and \$200,000 of the general fund—state appropriation for  
11 fiscal year 2019 are provided solely for the university to establish  
12 a pre-law program in Tacoma, created in preparation for the law  
13 school.

14 (22) \$45,000 of the general fund—state appropriation for fiscal  
15 year 2018 is provided solely for the university to conduct research  
16 and analysis of military officers who are attending or have completed  
17 the command and general staff college, intermediate level education,  
18 or advanced operations course as part of their military education.  
19 The purpose of the research and analysis is to examine possible  
20 graduate level degree programs to be offered in partnership with the  
21 university and the U.S. army's command and general staff college. The  
22 research and analysis shall include stakeholder meetings with the  
23 U.S. army's command and general staff college. The university shall  
24 submit a report to the appropriate legislative higher education  
25 committees and the joint committee on veterans and military affairs  
26 by December 31, 2018. The report shall include the results of the  
27 research and analysis and plans for possible next steps with other  
28 service schools for field grade officers.

29 NEW SECTION. **Sec. 607. FOR WASHINGTON STATE UNIVERSITY**

30	General Fund—State Appropriation (FY 2018)	\$211,346,000
31	General Fund—State Appropriation (FY 2019)	\$218,854,000
32	General Fund—Private/Local Appropriation	\$96,000
33	Education Legacy Trust Account—State Appropriation	\$33,995,000
34	Dedicated Marijuana Account—State Appropriation	
35	(FY 2018)	\$138,000
36	Dedicated Marijuana Account—State Appropriation	
37	(FY 2019)	\$138,000
38	Washington State University Building Account—State	

1	Appropriation . . . . .	\$792,000
2	TOTAL APPROPRIATION. . . . .	\$465,359,000

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

5 (1) \$90,000 of the general fund—state appropriation for fiscal  
6 year 2018 and \$90,000 of the general fund—state appropriation for  
7 fiscal year 2019 are provided solely for a rural economic development  
8 and outreach coordinator.

9 (2) The university must continue work with the education research  
10 and data center to demonstrate progress in computer science and  
11 engineering enrollments. By September 1st of each year, the  
12 university shall provide a report including but not limited to the  
13 cost per student, student completion rates, and the number of low-  
14 income students enrolled in each program, any process changes or  
15 best-practices implemented by the university, and how many students  
16 are enrolled in computer science and engineering programs above the  
17 prior academic year.

18 (3) \$630,000 of the general fund—state appropriation for fiscal  
19 2018 and \$630,000 of the general fund—state appropriation for fiscal  
20 year 2019 are provided solely for the creation of an electrical  
21 engineering program located in Bremerton. At full implementation, the  
22 university is expected to increase degree production by 25 new  
23 bachelor's degrees per year. The university must identify these  
24 students separately when providing data to the education research  
25 data center as required in subsection (2) of this section.

26 (4) \$1,370,000 of the general fund—state appropriation for fiscal  
27 year 2018 and \$1,370,000 of the general fund—state appropriation for  
28 fiscal year 2019 are provided solely for the creation of software  
29 engineering and data analytic programs at the university center in  
30 Everett. At full implementation, the university is expected to enroll  
31 50 students per academic year. The university must identify these  
32 students separately when providing data to the education research  
33 data center as required in subsection (2) of this section.

34 (5) \$500,000 of the general fund—state appropriation for fiscal  
35 year 2018 and \$500,000 of the general fund—state appropriation for  
36 fiscal year 2019 are provided solely for state match requirements  
37 related to the federal aviation administration grant.

38 (6) Washington State University shall not use funds appropriated  
39 in this section to support intercollegiate athletic programs.

1 (7) Within the funds appropriated in this section, Washington  
2 State University is required to provide administrative support to the  
3 sustainable aviation biofuels work group authorized under RCW  
4 28B.30.904.

5 (8) \$135,000 of the general fund—state appropriation for fiscal  
6 year 2018 and \$135,000 of the general fund—state appropriation for  
7 fiscal year 2019 are provided solely for a honey bee biology research  
8 position.

9 (9) \$580,000 of the general fund—state appropriation for fiscal  
10 year 2018 and \$580,000 of the general fund—state appropriation for  
11 fiscal year 2019 are provided solely for the development of an  
12 organic agriculture systems degree program located at the university  
13 center in Everett.

14 (10) \$27,425,000 of the general fund—state appropriation for  
15 fiscal year 2018 and \$27,973,000 of the general fund—state  
16 appropriation for fiscal year 2019 are provided solely for the  
17 implementation of the college affordability program as set forth in  
18 RCW 28B.15.066.

19 (11) Within funds appropriated in this section, teacher  
20 preparation programs shall meet the requirements of RCW 28B.10.710 to  
21 incorporate information on the culture, history, and government of  
22 American Indian people in this state by integrating the curriculum  
23 developed and made available free of charge by the office of the  
24 superintendent of public instruction into existing programs or  
25 courses and may modify that curriculum in order to incorporate  
26 elements that have a regionally specific focus.

27 (12) Within the funds appropriated in this section, Washington  
28 State University shall:

29 (a) Review the scholarly literature on the short-term and long-  
30 term effects of marijuana use to assess if other states or private  
31 entities are conducting marijuana research in areas that may be  
32 useful to the state.

33 (b) Provide as part of its budget request for the 2019-2021  
34 fiscal biennium:

35 (i) A list of intended state, federal, and privately funded  
36 marijuana research, including cost, duration, and scope;

37 (ii) Plans for partnerships with other universities, state  
38 agencies, or private entities, including entities outside the state,

1 for purposes related to researching short-term and long-term effects  
2 of marijuana use.

3 (13) The appropriations in this section include sufficient  
4 funding for the implementation of Substitute Senate Bill No. 5022  
5 (education loan information).

6 (14) The appropriations in this section include sufficient  
7 funding for the implementation of Substitute Senate Bill No. 5100  
8 (financial literacy seminars).

9 (15) \$48,000 of the general fund—state appropriation for fiscal  
10 year 2018 and \$48,000 of the general fund—state appropriation for  
11 fiscal year 2019 are provided solely for implementation of Senate  
12 Bill No. 5525 (veterans' mental health services). The university  
13 shall use revenue from student health services fees, as defined in  
14 RCW 28B.15.041, that are deposited in local accounts located outside  
15 of the state treasury to fund the remainder of costs to implement the  
16 bill. If the bill is not enacted by June 30, 2017, the amounts  
17 provided in this subsection shall lapse.

18 (16) \$760,000 of the general fund—state appropriation for fiscal  
19 year 2018 and \$760,000 of the general fund—state appropriation for  
20 fiscal year 2019 are provided solely for implementation of Second  
21 Substitute Senate Bill No. 5474 (elk hoof disease). If the bill is  
22 not enacted by June 30, 2017, the amounts provided in this subsection  
23 shall lapse.

24 (17) \$2,374,000 of the general fund—state appropriation for  
25 fiscal year 2018 and \$4,861,000 of the general fund—state  
26 appropriation for fiscal year 2019 are provided solely for the  
27 university to increase full-time equivalent state-supported resident  
28 undergraduate enrollment by 250 students in the 2017-18 academic year  
29 and 500 students in the 2018-19 academic year. If Senate Bill No.  
30 5902 is not enacted by June 30, 2017, the amounts provided in this  
31 subsection shall lapse.

32 (a) The university shall fill seventy percent of the additional  
33 resident undergraduate enrollment with students majoring in science,  
34 technology, engineering, and mathematics.

35 (b) If the university is unable to fill the additional resident  
36 undergraduate enrollment in the 2017-18 academic year, the amount  
37 provided in this subsection for fiscal year 2018 shall lapse. For the  
38 purpose of determining if funding provided in this subsection for  
39 fiscal year 2018 shall be lapsed, the university shall report to the

1 office of financial management and the legislative fiscal committees,  
2 by September 1, 2018, on the number of additional resident  
3 undergraduate students enrolled in the 2017-18 academic year with the  
4 funding provided in this subsection for fiscal year 2018.

5 (c) \$3,000,000 of the general fund—state appropriation for fiscal  
6 year 2018 and \$7,000,000 of the general fund—state appropriation for  
7 fiscal year 2019 are provided solely for the continued development  
8 and operations of a medical school program in Spokane.

9 NEW SECTION. **Sec. 608. FOR EASTERN WASHINGTON UNIVERSITY**

10	General Fund—State Appropriation (FY 2018)	. . . . .	\$48,853,000
11	General Fund—State Appropriation (FY 2019)	. . . . .	\$49,818,000
12	General Fund—Private/Local Appropriation	. . . . .	\$104,000
13	Education Legacy Trust Account—State Appropriation	. . . . .	\$16,598,000
14	TOTAL APPROPRIATION.	. . . . .	\$115,373,000

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

17 (1) At least \$200,000 of the general fund—state appropriation for  
18 fiscal year 2018 and at least \$200,000 of the general fund—state  
19 appropriation for fiscal year 2019 must be expended on the Northwest  
20 autism center.

21 (2) The university must continue work with the education research  
22 and data center to demonstrate progress in computer science and  
23 engineering enrollments. By September 1st of each year, the  
24 university shall provide a report including but not limited to the  
25 cost per student, student completion rates, and the number of low-  
26 income students enrolled in each program, any process changes or  
27 best-practices implemented by the university, and how many students  
28 are enrolled in computer science and engineering programs above the  
29 prior academic year.

30 (3) Eastern Washington University shall not use funds  
31 appropriated in this section to support intercollegiate athletics  
32 programs.

33 (4) \$750,000 of the general fund—state appropriation for fiscal  
34 year 2018 and \$750,000 of the general fund—state appropriation for  
35 fiscal year 2019 are provided solely for programs or initiatives  
36 designed to improve student academic success and increase degree  
37 completion.

1 (5) \$9,851,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$10,048,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely for the implementation of the  
4 college affordability program as set forth in RCW 28B.15.066.

5 (6) Within funds appropriated in this section, teacher  
6 preparation programs shall meet the requirements of RCW 28B.10.710 to  
7 incorporate information on the culture, history, and government of  
8 American Indian people in this state by integrating the curriculum  
9 developed and made available free of charge by the office of the  
10 superintendent of public instruction into existing programs or  
11 courses and may modify that curriculum in order to incorporate  
12 elements that have a regionally specific focus.

13 (7) The appropriations in this section include sufficient funding  
14 for the implementation of Substitute Senate Bill No. 5022 (education  
15 loan information).

16 (8) The appropriations in this section include sufficient funding  
17 for the implementation of Substitute Senate Bill No. 5100 (financial  
18 literacy seminars).

19 (9) \$52,000 of the general fund—state appropriation for fiscal  
20 year 2018 and \$52,000 of the general fund—state appropriation for  
21 fiscal year 2019 are provided solely for implementation of Senate  
22 Bill No. 5525 (veterans' mental health services). The university  
23 shall use revenue from student health services fees, as defined in  
24 RCW 28B.15.041, that are deposited in local accounts located outside  
25 of the state treasury to fund the remainder of costs to implement the  
26 bill. If the bill is not enacted by June 30, 2017, the amounts  
27 provided in this subsection shall lapse.

28 (10) \$790,000 of the general fund—state appropriation for fiscal  
29 year 2018 and \$1,617,000 of the general fund—state appropriation for  
30 fiscal year 2019 are provided solely for the university to increase  
31 full-time equivalent state-supported resident undergraduate  
32 enrollment by 100 students in the 2017-18 academic year and 200  
33 students in the 2018-19 academic year. If Senate Bill No. 5902 is not  
34 enacted by June 30, 2017, the amounts provided in this subsection  
35 shall lapse.

36 (a) The university shall fill seventy percent of the additional  
37 resident undergraduate enrollment with students majoring in science,  
38 technology, engineering, and mathematics.

1 (b) If the university is unable to fill the additional resident  
2 undergraduate enrollment in the 2017-18 academic year, the amount  
3 provided in this subsection for fiscal year 2018 shall lapse. For the  
4 purpose of determining if funding provided in this subsection for  
5 fiscal year 2018 shall be lapsed, the university shall report to the  
6 office of financial management and the legislative fiscal committees,  
7 by September 1, 2018, on the number of additional resident  
8 undergraduate students enrolled in the 2017-18 academic year with the  
9 funding provided in this subsection for fiscal year 2018.

10 NEW SECTION. **Sec. 609. FOR CENTRAL WASHINGTON UNIVERSITY**

11	General Fund—State Appropriation (FY 2018)	\$48,406,000
12	General Fund—State Appropriation (FY 2019)	\$49,415,000
13	General Fund—Private/Local Appropriation	\$96,000
14	Education Legacy Trust Account—State Appropriation	\$19,076,000
15	Central Washington University Capital Projects	
16	Account—State Appropriation	\$76,000
17	TOTAL APPROPRIATION.	\$117,069,000

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

20 (1) The university must continue work with the education research  
21 and data center to demonstrate progress in engineering enrollments.  
22 By September 1st of each year, the university shall provide a report  
23 including but not limited to the cost per student, student completion  
24 rates, and the number of low-income students enrolled in each  
25 program, any process changes or best-practices implemented by the  
26 university, and how many students are enrolled in engineering  
27 programs above the prior academic year.

28 (2) Central Washington University shall not use funds  
29 appropriated in this section to support intercollegiate athletics  
30 programs.

31 (3) \$750,000 of the general fund—state appropriation for fiscal  
32 year 2018 and \$750,000 of the general fund—state appropriation for  
33 fiscal year 2019 are provided solely for programs or initiatives  
34 designed to improve student academic success and increase degree  
35 completion.

36 (4) \$11,104,000 of the general fund—state appropriation for  
37 fiscal year 2018 and \$11,326,000 of the general fund—state  
38 appropriation for fiscal year 2019 are provided solely for the



1 implementation of the college affordability program as set forth in  
2 RCW 28B.15.066.

3 (5) Within funds appropriated in this section, teacher  
4 preparation programs shall meet the requirements of RCW 28B.10.710 to  
5 incorporate information on the culture, history, and government of  
6 American Indian people in this state by integrating the curriculum  
7 developed and made available free of charge by the office of the  
8 superintendent of public instruction into existing programs or  
9 courses and may modify that curriculum in order to incorporate  
10 elements that have a regionally specific focus.

11 (6) The appropriations in this section include sufficient funding  
12 for the implementation of Substitute Senate Bill No. 5022 (education  
13 loan information).

14 (7) The appropriations in this section include sufficient funding  
15 for the implementation of Substitute Senate Bill No. 5100 (financial  
16 literacy seminars).

17 (8) \$48,000 of the general fund—state appropriation for fiscal  
18 year 2018 and \$48,000 of the general fund—state appropriation for  
19 fiscal year 2019 are provided solely for implementation of Senate  
20 Bill No. 5525 (veterans' mental health services). The university  
21 shall use revenue from student health services fees, as defined in  
22 RCW 28B.15.041, that are deposited in local accounts located outside  
23 of the state treasury to fund the remainder of costs to implement the  
24 bill. If the bill is not enacted by June 30, 2017, the amounts  
25 provided in this subsection shall lapse.

26 (9) \$742,000 of the general fund—state appropriation for fiscal  
27 year 2018 and \$1,518,000 of the general fund—state appropriation for  
28 fiscal year 2019 are provided solely for the university to increase  
29 full-time equivalent state-supported resident undergraduate  
30 enrollment by 100 students in the 2017-18 academic year and 200  
31 students in the 2018-19 academic year. If Senate Bill No. 5902 is not  
32 enacted by June 30, 2017, the amounts provided in this subsection  
33 shall lapse.

34 (a) The university shall fill seventy percent of the additional  
35 resident undergraduate enrollment with students majoring in science,  
36 technology, engineering, and mathematics.

37 (b) If the university is unable to fill the additional resident  
38 undergraduate enrollment in the 2017-18 academic year, the amount  
39 provided in this subsection for fiscal year 2018 shall lapse. For the

1 purpose of determining if funding provided in this subsection for  
2 fiscal year 2018 shall be lapsed, the university shall report to the  
3 office of financial management and the legislative fiscal committees,  
4 by September 1, 2018, on the number of additional resident  
5 undergraduate students enrolled in the 2017-18 academic year with the  
6 funding provided in this subsection for fiscal year 2018.

7 NEW SECTION. **Sec. 610. FOR THE EVERGREEN STATE COLLEGE**

8	General Fund—State Appropriation (FY 2018)	\$26,754,000
9	General Fund—State Appropriation (FY 2019)	\$27,218,000
10	General Fund—Private/Local Appropriation	\$88,000
11	Education Legacy Trust Account—State Appropriation	\$5,450,000
12	The Evergreen State College Capital Projects	
13	Account—State Appropriation	\$80,000
14	TOTAL APPROPRIATION.	\$59,590,000

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

17 (1) \$3,377,000 of the general fund—state appropriation for fiscal  
18 year 2018 and \$3,445,000 of the general fund—state appropriation for  
19 fiscal year 2019 are provided solely for the implementation of the  
20 college affordability program as set forth in RCW 28B.15.066.

21 (2) \$750,000 of the general fund—state appropriation for fiscal  
22 year 2018 and \$750,000 of the general fund—state appropriation for  
23 fiscal year 2019 are provided solely for programs or initiatives  
24 designed to improve student academic success and increase degree  
25 completion.

26 (3) Funding provided in this section is sufficient for The  
27 Evergreen State College to continue operations of the Longhouse  
28 Center and the Northwest Indian applied research institute.

29 (4) Notwithstanding other provisions in this section, the board  
30 of directors for the Washington state institute for public policy may  
31 adjust due dates for projects included on the institute's 2017-19  
32 work plan as necessary to efficiently manage workload.

33 (5) The Evergreen State College shall not use funds appropriated  
34 in this section to support intercollegiate athletics programs.

35 (6) Within funds appropriated in this section, teacher  
36 preparation programs shall meet the requirements of RCW 28B.10.710 to  
37 incorporate information on the culture, history, and government of  
38 American Indian people in this state by integrating the curriculum

1 developed and made available free of charge by the office of the  
2 superintendent of public instruction into existing programs or  
3 courses and may modify that curriculum in order to incorporate  
4 elements that have a regionally specific focus.

5 (7) The appropriations in this section include sufficient funding  
6 for the implementation of Substitute Senate Bill No. 5022 (education  
7 loan information).

8 (8) The appropriations in this section include sufficient funding  
9 for the implementation of Substitute Senate Bill No. 5100 (financial  
10 literacy seminars).

11 (9) \$43,000 of the general fund—state appropriation for fiscal  
12 year 2018 and \$44,000 of the general fund—state appropriation for  
13 fiscal year 2019 are provided solely for implementation of Senate  
14 Bill No. 5525 (veterans' mental health services). The university  
15 shall use revenue from student health services fees, as defined in  
16 RCW 28B.15.041, that are deposited in local accounts located outside  
17 of the state treasury to fund the remainder of costs to implement the  
18 bill. If the bill is not enacted by June 30, 2017, the amounts  
19 provided in this subsection shall lapse.

20 (10) \$200,000 of the general fund—state appropriation for fiscal  
21 year 2018 and \$49,000 of the general fund—state appropriation for  
22 fiscal year 2019 are provided solely for implementation of Substitute  
23 Senate Bill No. 5443 (dynamic fiscal notes). If the bill is not  
24 enacted by June 30, 2017, the amounts provided in this subsection  
25 shall lapse.

26 (11) \$17,000 of the general fund—state appropriation for fiscal  
27 year 2018 and \$34,000 of the general fund—state appropriation for  
28 fiscal year 2019 are provided solely for the implementation of  
29 chapter 29, Laws of 2016, sp.s. (mental health chemical dependency).

30 (12) \$122,000 of the general fund—state appropriation for fiscal  
31 year 2018 and \$40,000 of the general fund—state appropriation for  
32 fiscal year 2019 are provided solely for the implementation of  
33 chapter 244, Laws of 2015 (college bound).

34 (13) \$1,000 of the general fund—state appropriation for fiscal  
35 year 2018 and \$1,000 of the general fund—state appropriation for  
36 fiscal year 2019 are provided solely for the implementation of  
37 chapter 7, Laws of 2015, 3rd sp.s. (early start act).

38 (14) \$889,000 of the general fund—state appropriation for fiscal  
39 year 2018 and \$1,819,000 of the general fund—state appropriation for

1 fiscal year 2019 are provided solely for the college to increase  
2 full-time equivalent state-supported resident undergraduate  
3 enrollment by 100 students in the 2017-18 academic year and 200  
4 students in the 2018-19 academic year. If Senate Bill No. 5902 is not  
5 enacted by June 30, 2017, the amounts provided in this subsection  
6 shall lapse.

7 (a) The college shall fill seventy percent of the additional  
8 resident undergraduate enrollment with students majoring in science,  
9 technology, engineering, and mathematics.

10 (b) If the college is unable to fill the additional resident  
11 undergraduate enrollment in the 2017-18 academic year, the amount  
12 provided in this subsection for fiscal year 2018 shall lapse. For the  
13 purpose of determining if funding provided in this subsection for  
14 fiscal year 2018 shall be lapsed, the college shall report to the  
15 office of financial management and the legislative fiscal committees,  
16 by September 1, 2018, on the number of additional resident  
17 undergraduate students enrolled in the 2017-18 academic year with the  
18 funding provided in this subsection for fiscal year 2018.

19 (15) \$35,000 of the general fund—state appropriation for fiscal  
20 year 2018 and \$70,000 of the general fund—state appropriation for  
21 fiscal year 2019 are provided solely for implementation of Substitute  
22 Senate Bill No. 5890 (foster care and adoption). If the bill is not  
23 enacted by June 30, 2017, the amounts provided in this subsection  
24 shall lapse.

25 (16) \$250,000 of the general fund—state appropriation for fiscal  
26 year 2018 and \$250,000 of the general fund—state appropriation for  
27 fiscal year 2019 are provided solely for the Washington state  
28 institute for public policy to evaluate the impact of changes within  
29 the adult behavioral health system. The institute shall assess the  
30 effects on the state hospital system and behavioral health clients,  
31 in alignment with other legislative reporting. The goal for the  
32 effort is to provide policymakers with additional information to aid  
33 in decision making on an ongoing basis. Therefore, the institute  
34 shall:

35 (a) Create a framework for assessing the effectiveness of  
36 investments both in the whole and in specific program investments;

37 (b) Determine baseline data measures for analysis; and

38 (c) Consult with the relevant legislative and agency staff to  
39 prioritize research questions and evaluation activities.

1 The institute shall provide a report to the governor and the  
2 appropriate committees of the legislature each year no later than  
3 November 1st, beginning in calendar year 2018 outlining the framework  
4 and the evaluations done to date.

5 (17) \$62,000 of the general fund—state appropriation for fiscal  
6 year 2018 is provided solely for the Washington state institute for  
7 public policy to conduct a study on the effectiveness of  
8 paraeducators pursuant to Substitute Senate Bill No. 5607  
9 (education). If the bill is not enacted by June 30, 2017, the amount  
10 provided in this subsection shall lapse.

11 NEW SECTION. **Sec. 611. FOR WESTERN WASHINGTON UNIVERSITY**

12	General Fund—State Appropriation (FY 2018)	\$68,454,200
13	General Fund—State Appropriation (FY 2019)	\$70,021,800
14	General Fund—Private/Local Appropriation	\$78,000
15	Education Legacy Trust Account—State Appropriation	\$13,831,000
16	Western Washington University Capital Projects	
17	Account—State Appropriation.	\$1,483,000
18	TOTAL APPROPRIATION.	\$153,868,000

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

21 (1) The university must continue work with the education research  
22 and data center to demonstrate progress in computer science and  
23 engineering enrollments. By September 1st of each year, the  
24 university shall provide a report including but not limited to the  
25 cost per student, student completion rates, and the number of low-  
26 income students enrolled in each program, any process changes or  
27 best-practices implemented by the university, and how many students  
28 are enrolled in computer science and engineering programs above the  
29 prior academic year.

30 (2) \$630,000 of the general fund—state appropriation for fiscal  
31 year 2018 and \$630,000 of the general fund—state appropriation for  
32 fiscal year 2019 are provided solely for the creation of a computer  
33 and information systems security program located at Olympic college -  
34 Poulsbo. The university must identify these students separately when  
35 providing data to the educational data centers as required in (1) of  
36 this section.

1 (3) Western Washington University shall not use funds  
2 appropriated in this section to support intercollegiate athletics  
3 programs.

4 (4) \$15,326,000 of the general fund—state appropriation for  
5 fiscal year 2018 and \$15,632,000 of the general fund—state  
6 appropriation for fiscal year 2019 are provided solely for the  
7 implementation of the college affordability program as set forth in  
8 RCW 28B.15.066.

9 (5) Within funds appropriated in this section, teacher  
10 preparation programs shall meet the requirements of RCW 28B.10.710 to  
11 incorporate information on the culture, history, and government of  
12 American Indian people in this state by integrating the curriculum  
13 developed and made available free of charge by the office of the  
14 superintendent of public instruction into existing programs or  
15 courses and may modify that curriculum in order to incorporate  
16 elements that have a regionally specific focus.

17 (6) The appropriations in this section include sufficient funding  
18 for the implementation of Substitute Senate Bill No. 5022 (education  
19 loan information).

20 (7) The appropriations in this section include sufficient funding  
21 for the implementation of Substitute Senate Bill No. 5100 (financial  
22 literacy seminars).

23 (8) \$38,000 of the general fund—state appropriation for fiscal  
24 year 2018 and \$38,000 of the general fund—state appropriation for  
25 fiscal year 2019 are provided solely for implementation of Senate  
26 Bill No. 5525 (veterans' mental health services). The university  
27 shall use revenue from student health services fees, as defined in  
28 RCW 28B.15.041, that are deposited in local accounts located outside  
29 of the state treasury to fund the remainder of costs to implement the  
30 bill. If the bill is not enacted by June 30, 2017, the amounts  
31 provided in this subsection shall lapse.

32 (9) \$1,189,200 of the general fund—state appropriation for fiscal  
33 year 2018 and \$2,430,800 of the general fund—state appropriation for  
34 fiscal year 2019 are provided solely for the university to increase  
35 full-time equivalent state-supported resident undergraduate  
36 enrollment by 100 students in the 2017-18 academic year and 200  
37 students in the 2018-19 academic year. If Senate Bill No. 5902 is not  
38 enacted by June 30, 2017, the amounts provided in this subsection  
39 shall lapse.

1 (a) The university shall fill seventy percent of the additional  
2 resident undergraduate enrollment with students majoring in science,  
3 technology, engineering, and mathematics.

4 (b) If the university is unable to fill the additional resident  
5 undergraduate enrollment in the 2017-18 academic year, the amount  
6 provided in this subsection for fiscal year 2018 shall lapse. For the  
7 purpose of determining if funding provided in this subsection for  
8 fiscal year 2018 shall be lapsed, the university shall report to the  
9 office of financial management and the legislative fiscal committees,  
10 by September 1, 2018, on the number of additional resident  
11 undergraduate students enrolled in the 2017-18 academic year with the  
12 funding provided in this subsection for fiscal year 2018.

13 NEW SECTION. **Sec. 612. FOR THE STUDENT ACHIEVEMENT COUNCIL—**  
14 **POLICY COORDINATION AND ADMINISTRATION**

15	General Fund—State Appropriation (FY 2018)	\$5,371,000
16	General Fund—State Appropriation (FY 2019)	\$5,388,000
17	General Fund—Federal Appropriation	\$4,871,000
18	TOTAL APPROPRIATION.	\$15,630,000

19 NEW SECTION. **Sec. 613. FOR THE STUDENT ACHIEVEMENT COUNCIL—**  
20 **OFFICE OF STUDENT FINANCIAL ASSISTANCE**

21	General Fund—State Appropriation (FY 2018)	\$217,710,000
22	General Fund—State Appropriation (FY 2019)	\$215,966,000
23	General Fund—Federal Appropriation	\$11,842,000
24	General Fund—Private/Local Appropriation	\$300,000
25	Education Legacy Trust Account—State Appropriation	\$149,264,000
26	WA Opportunity Pathways Account—State Appropriation	\$81,389,000
27	Aerospace Training Student Loan Account—State	
28	Appropriation	\$708,000
29	Health Professionals Loan Repayment and Scholarship	
30	Program Account—State Appropriation	\$4,720,000
31	TOTAL APPROPRIATION.	\$681,899,000

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

34 (1) \$223,073,000 of the general fund—state appropriation for  
35 fiscal year 2018, \$202,844,000 of the general fund—state  
36 appropriation for fiscal year 2019, \$100,415,000 of the education  
37 legacy trust account—state appropriation, and \$60,000,000 of the

1 Washington opportunity pathways account—state appropriation are  
2 provided solely for student financial aid payments under the state  
3 need grant and state work study programs, including up to four  
4 percent administrative allowance for the state work study program.

5 (2) Changes made to the state need grant program in the 2011-2013  
6 fiscal biennium are continued in the 2017-2019 fiscal biennium. For  
7 the 2017-2019 fiscal biennium, awards given to private institutions  
8 shall be the same amount as the prior year.

9 (3) Changes made to the state work study program in the 2009-2011  
10 and 2011-2013 fiscal biennia are continued in the 2017-2019 fiscal  
11 biennium including maintaining the increased required employer share  
12 of wages; adjusted employer match rates; discontinuation of  
13 nonresident student eligibility for the program; and revising  
14 distribution methods to institutions by taking into consideration  
15 other factors such as off-campus job development, historical  
16 utilization trends, and student need.

17 (4) Within the funds appropriated in this section, eligibility  
18 for the state need grant includes students with family incomes at or  
19 below 70 percent of the state median family income (MFI), adjusted  
20 for family size, and shall include students enrolled in three to five  
21 credit-bearing quarter credits, or the equivalent semester credits.  
22 Awards for students with incomes between 51 and 70 percent of the  
23 state median shall be prorated at the following percentages of the  
24 award amount granted to those with incomes below 51 percent of the  
25 MFI: 70 percent for students with family incomes between 51 and 55  
26 percent MFI; 65 percent for students with family incomes between 56  
27 and 60 percent MFI; 60 percent for students with family incomes  
28 between 61 and 65 percent MFI; and 50 percent for students with  
29 family incomes between 66 and 70 percent MFI.

30 (5) Of the amounts provided in subsection (1) of this section,  
31 \$100,000 of the general fund—state appropriation for fiscal year 2018  
32 and \$100,000 of the general fund—state appropriation for fiscal year  
33 2019 are provided for the council to process an alternative financial  
34 aid application system pursuant to RCW 28B.92.010.

35 (6)(a) Students who are eligible for the college bound  
36 scholarship shall be given priority for the state need grant program.  
37 These eligible college bound students whose family incomes are in the  
38 0-65 percent median family income ranges must be awarded the maximum  
39 state need grant for which they are eligible under state policies and



1 may not be denied maximum state need grant funding due to  
2 institutional policies or delayed awarding of college bound  
3 scholarship students. The council shall provide directions to  
4 institutions to maximize the number of college bound scholarship  
5 students receiving the maximum state need grant for which they are  
6 eligible with a goal of 100 percent coordination. Institutions shall  
7 identify all college bound scholarship students to receive state need  
8 grant priority. If an institution is unable to identify all college  
9 bound scholarship students at the time of initial state aid  
10 packaging, the institution should reserve state need grant funding  
11 sufficient to cover the projected enrollments of college bound  
12 scholarship students.

13 (b) In calculating the college bound award, public institutions  
14 of higher education are subject to the conditions and limitations in  
15 chapter 28B.118 RCW.

16 (7) \$15,849,000 of the education legacy trust account—state  
17 appropriation and \$29,389,000 of the Washington opportunity pathways  
18 account—state appropriation are provided solely for the college bound  
19 scholarship program and may support scholarships for summer session.

20 (8) \$2,236,000 of the general fund—state appropriation for fiscal  
21 year 2018 and \$2,236,000 of the general fund—state appropriation for  
22 fiscal year 2019 are provided solely for the passport to college  
23 program. The maximum scholarship award is up to \$5,000. The board  
24 shall contract with a nonprofit organization to provide support  
25 services to increase student completion in their postsecondary  
26 program and shall, under this contract, provide a minimum of \$500,000  
27 in fiscal years 2018 and 2019 for this purpose.

28 (9) \$10,400,000 of the general fund—state appropriation for  
29 fiscal year 2018 and \$4,330,000 of the general fund—state  
30 appropriation for fiscal year 2019 are provided solely to meet state  
31 match requirements associated with the opportunity scholarship  
32 program. The legislature will evaluate subsequent appropriations to  
33 the opportunity scholarship program based on the extent that  
34 additional private contributions are made, program spending patterns,  
35 and fund balance.

36 (10) \$2,325,000 of the general fund—state appropriation for  
37 fiscal year 2018 and \$2,325,000 of the general fund—state  
38 appropriation for fiscal year 2019 are provided solely for  
39 expenditure into the health professionals loan repayment and

1 scholarship program account. These amounts and \$4,720,000  
2 appropriated from the health professionals loan repayment and  
3 scholarship program account—state appropriation must be used to  
4 increase the number of licensed primary care health professionals to  
5 serve in licensed primary care health professional critical shortage  
6 areas. The office of student financial assistance and the department  
7 of health shall prioritize a portion of any nonfederal balances in  
8 the health professional loan repayment and scholarship fund for  
9 conditional loan repayment contracts with psychiatrists and with  
10 advanced registered nurse practitioners for work at one of the state-  
11 operated psychiatric hospitals. The office and department shall  
12 designate the state hospitals as health professional shortage areas  
13 if necessary for this purpose. The office shall coordinate with the  
14 department of social and health services to effectively incorporate  
15 three conditional loan repayments into the department's advanced  
16 psychiatric professional recruitment and retention strategies. The  
17 office may use these targeted amounts for other program participants  
18 should there be any remaining amounts after eligible psychiatrists  
19 and advanced registered nurse practitioners have been served. The  
20 office shall also work to prioritize loan repayments to professionals  
21 working at health care delivery sites that demonstrate a commitment  
22 to serving uninsured clients.

23 (11) \$42,000 of the general fund—state appropriation for fiscal  
24 year 2018 and \$42,000 of the general fund—state appropriation for  
25 fiscal year 2019 are provided solely for the council to design and  
26 implement a program that provides customized information to high-  
27 achieving (as determined by local school districts), low-income, high  
28 school students. "Low-income" means students who are from low-income  
29 families as defined by the education data center in RCW 43.41.400.  
30 For the purposes of designing, developing, and implementing the  
31 program, the council shall partner with a national entity that offers  
32 aptitude tests and shall consult with institutions of higher  
33 education with a physical location in Washington. The council shall  
34 implement the program no later than fall 2016, giving consideration  
35 to spring mailings in order to capture early action decisions offered  
36 by institutions of higher education and nonprofit baccalaureate  
37 degree-granting institutions. The information packet for students  
38 must include at a minimum:

39 (a) Materials that help students to choose colleges;

- 1 (b) An application guidance booklet;
- 2 (c) Application fee waivers, if available, for four-year  
3 institutions of higher education and independent nonprofit  
4 baccalaureate degree-granting institutions in the state that enable  
5 students receiving a packet to apply without paying application fees;
- 6 (d) Information on college affordability and financial aid that  
7 includes information on the net cost of attendance for each four-year  
8 institution of higher education and each nonprofit baccalaureate  
9 degree-granting institution, and information on merit and need-based  
10 aid from federal, state, and institutional sources; and
- 11 (e) A personally addressed cover letter signed by the governor  
12 and the president of each four-year institution of higher education  
13 and nonprofit baccalaureate degree-granting institution in the state.

14 **NEW SECTION. Sec. 614. FOR THE WORKFORCE TRAINING AND EDUCATION**  
15 **COORDINATING BOARD**

16	General Fund—State Appropriation (FY 2018) . . . . .	\$1,848,000
17	General Fund—State Appropriation (FY 2019) . . . . .	\$1,746,000
18	General Fund—Federal Appropriation . . . . .	\$55,206,000
19	General Fund—Private/Local Appropriation . . . . .	\$206,000
20	TOTAL APPROPRIATION. . . . .	\$59,006,000

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

23 (1) For the 2017-2019 fiscal biennium the board shall not  
24 designate recipients of the Washington award for vocational  
25 excellence or recognize them at award ceremonies as provided in RCW  
26 28C.04.535.

27 (2) The health workforce council of the state workforce training  
28 and education coordinating board, in partnership with work underway  
29 with the office of the governor, shall, within resources available  
30 for such purpose, but not to exceed \$250,000, assess workforce  
31 shortages across behavioral health disciplines. The board shall  
32 create a recommended action plan to address behavioral health  
33 workforce shortages and to meet the increased demand for services  
34 now, and with the integration of behavioral health and primary care  
35 in 2020. The analysis and recommended action plan shall align with  
36 the recommendations of the adult behavioral health system task force  
37 and related work of the healthier Washington initiative. The board  
38 shall consider workforce data, gaps, distribution, pipeline,

1 development, and infrastructure, including innovative high school,  
2 postsecondary, and postgraduate programs to evolve, align, and  
3 respond accordingly to our state's behavioral health and related and  
4 integrated primary care workforce needs. The board will continue its  
5 work and submit final recommendations in calendar year 2017.

6 (3) \$22,000 of the general fund—state appropriation for fiscal  
7 year 2018 is provided solely for implementation of Substitute Senate  
8 Bill No. 5022 (education loan information). If the bill is not  
9 enacted by June 30, 2017, the amount provided in this subsection  
10 shall lapse.

11 (4) \$110,000 of the general fund—state appropriation for fiscal  
12 year 2018 and \$61,000 of the general fund—state appropriation for  
13 fiscal year 2019 are provided solely for implementation of Second  
14 Substitute Senate Bill No. 5285 (workforce employment sectors study).  
15 If the bill is not enacted by June 30, 2017, the amounts provided in  
16 this subsection shall lapse.

17 (5)(a) For any workforce development council located in a county  
18 with a population greater than eight hundred forty thousand, but less  
19 than one million five hundred thousand that receives moneys or  
20 assistance from appropriations in this section, as a condition of  
21 receipt of such moneys or assistance, the workforce development  
22 council must participate in a local workforce coordinating committee  
23 convened by the county executive authority. The purpose of the local  
24 workforce coordinating committee is to facilitate local  
25 implementation of the state comprehensive plan for workforce training  
26 and education. This committee shall adopt an implementation plan that  
27 operationalizes the strategic priorities of the state comprehensive  
28 plan in a locally relevant manner.

29 (b) The local workforce coordinating committee shall be chaired  
30 by the county executive authority, and shall be composed of five  
31 voting members: (i) The county executive authority; (ii) the  
32 chairperson of the county legislative authority; (iii) the  
33 chairperson of the local workforce development council; (iv) the  
34 chief elected official of a city with a population greater than two  
35 hundred thousand; and (v) the chief executive of the local economic  
36 development agency.

37 (c) The local workforce coordinating committee shall include  
38 nonvoting, ex officio representation from the following state  
39 agencies: (i) The employment security department; (ii) the department

1 of social and health services; (iii) the state board for community  
2 and technical colleges; and (iv) the workforce training and education  
3 coordinating board.

4 (d) To assure a locally integrated workforce development system,  
5 all publicly funded workforce development activities conducted within  
6 the county must align with the implementation plan adopted by the  
7 local workforce coordinating committee.

8 (e) If any part of this section is found to be in conflict with  
9 federal requirements that are a prescribed condition to the  
10 allocation of federal funds to the state, the conflicting part of  
11 this act is inoperative solely to the extent of the conflict and with  
12 respect to the agencies directly affected, and this finding does not  
13 affect the operation of the remainder of this act in its application  
14 to the agencies concerned.

15 **NEW SECTION. Sec. 615. FOR THE DEPARTMENT OF EARLY LEARNING**

16	General Fund—State Appropriation (FY 2018) . . . . .	\$115,994,000
17	General Fund—State Appropriation (FY 2019) . . . . .	\$113,875,000
18	General Fund—Federal Appropriation . . . . .	\$310,268,000
19	Education Legacy Trust Account—State Appropriation . . .	\$28,258,000
20	Home Visiting Services Account—State Appropriation . . . .	\$6,309,000
21	Home Visiting Services Account—Federal Appropriation . .	\$23,836,000
22	WA Opportunity Pathways Account—State Appropriation . . .	\$80,000,000
23	TOTAL APPROPRIATION. . . . .	\$678,540,000

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

26 (1) \$55,744,000 of the general fund—state appropriation for  
27 fiscal year 2018, \$59,891,000 of the general fund—state appropriation  
28 for fiscal year 2019, \$24,250,000 of the education legacy trust  
29 account—state appropriation, and \$80,000,000 of the opportunity  
30 pathways account appropriation are provided solely for the early  
31 childhood education and assistance program. These amounts shall  
32 support at least 12,291 slots in fiscal year 2018 and 12,291 slots in  
33 fiscal year 2019.

34 (2) \$200,000 of the general fund—state appropriation for fiscal  
35 year 2018 and \$200,000 of the general fund—state appropriation for  
36 fiscal year 2019 are provided solely to develop and provide  
37 culturally relevant supports for parents, family, and other  
38 caregivers.

1 (3) The department is the lead agency for and recipient of the  
2 federal child care and development fund grant. Amounts within this  
3 grant shall be used to fund child care licensing, quality  
4 initiatives, agency administration, and other costs associated with  
5 child care subsidies. The department shall transfer a portion of this  
6 grant to the department of social and health services to fund the  
7 child care subsidies paid by the department of social and health  
8 services on behalf of the department of early learning.

9 (4) \$153,244,000 of the general fund—federal appropriation is  
10 provided solely for the working connections child care program under  
11 RCW 43.215.135. In order to not exceed the appropriated amount, a  
12 wait list for the working connections child care program shall be  
13 implemented if enrollment reaches 31,000 households. Once the wait  
14 list is in effect, and only as space or funding becomes available,  
15 enrollment in the program shall be prioritized according to the  
16 following order:

17 (a) Families applying for or receiving temporary assistance for  
18 needy families (TANF);

19 (b) TANF families curing sanction;

20 (c) Foster children who will be enrolled in slots being held by  
21 the state;

22 (d) Families that include a child with special needs;

23 (e) Families in which a parent of a child in care is a minor who  
24 is not living with a parent or guardian and who is a full-time  
25 student in a high school that has a school-sponsored on-site child  
26 care center; and

27 (f) All other eligible families.

28 (5) Within available amounts, the department in consultation with  
29 the office of financial management and the department of social and  
30 health services shall report enrollments and active caseload for the  
31 working connections child care program to the legislative fiscal  
32 committees and the legislative-executive WorkFirst oversight task  
33 force on an agreed upon schedule. The report shall also identify the  
34 number of cases participating in both temporary assistance for needy  
35 families and working connections child care. The department must also  
36 report on the number of children served through contracted slots.

37 (6) \$1,560,000 of the general fund—state appropriation for fiscal  
38 year 2018, \$1,560,000 of the general fund—state appropriation for  
39 fiscal year 2019, and \$13,424,000 of the general fund—federal

1 appropriation are provided solely for the seasonal child care  
2 program. If federal sequestration cuts are realized, cuts to the  
3 seasonal child care program must be proportional to other federal  
4 reductions made within the department.

5 (7) \$31,996,000 of the general fund—state appropriation for  
6 fiscal year 2018, \$33,565,000 of the general fund—state appropriation  
7 for fiscal year 2019, and \$36,006,000 of the general fund—federal  
8 appropriation are provided solely to maintain the requirements set  
9 forth in chapter 7, Laws of 2015 3rd special session. The department  
10 shall place a ten percent administrative overhead cap on any contract  
11 entered into with the University of Washington. In its annual report  
12 to the governor and the legislature, the department shall report the  
13 total amount of funds spent on the quality rating and improvements  
14 system and the total amount of funds spent on degree incentives,  
15 scholarships, and tuition reimbursements.

16 (8) \$1,808,000 of the general fund—state appropriation for fiscal  
17 year 2018 and \$1,808,000 of the general fund—state appropriation for  
18 fiscal year 2019 are provided solely for reducing barriers for low-  
19 income providers to participate in the early achievers program.

20 (9) \$4,000,000 of the education legacy trust account—state  
21 appropriation is provided solely for early intervention assessment  
22 and services.

23 (10) \$11,424,000 of the general fund—federal appropriation is  
24 provided solely for the department to procure a time and attendance  
25 system and are subject to the conditions, limitations, and review  
26 provided in section 724 of this act.

27 (11) Information technology projects or investments and proposed  
28 projects or investments impacting time capture, payroll and payment  
29 processes and systems, eligibility, case management and authorization  
30 systems within the department of early learning are subject to  
31 technical oversight by the office of the chief information officer.  
32 The department must collaborate with the office of the chief  
33 information officer to develop a strategic business and technology  
34 architecture plan for a child care attendance and billing system that  
35 supports a statewide architecture.

36 (12)(a)(i) The department of early learning is required to  
37 provide to the education research and data center, housed at the  
38 office of financial management, data on all state-funded early  
39 childhood programs. These programs include the early support for

1 infants and toddlers, early childhood education and assistance  
2 program (ECEAP), and the working connections and seasonal subsidized  
3 childcare programs including license exempt facilities or family,  
4 friend, and neighbor care. The data provided by the department to the  
5 education research data center must include information on children  
6 who participate in these programs, including their name and date of  
7 birth, and dates the child received services at a particular  
8 facility.

9 (ii) By October 2017, and every October thereafter, the  
10 department must provide updated ECEAP early learning professional  
11 data to the education research data center.

12 (iii) The department must request federally funded head start  
13 programs to voluntarily provide data to the department and the  
14 education research data center that is equivalent to what is being  
15 provided for state-funded programs.

16 (iv) The education research and data center must provide an  
17 updated report on early childhood program participation and K-12  
18 outcomes to the house of representatives appropriations committee and  
19 the senate ways and means committee using available data by November  
20 2017 for the school year ending in 2016 and again in March 2018 for  
21 the school year ending in 2017.

22 (b) The department, in consultation with the department of social  
23 and health services, must withhold payment for services to early  
24 childhood programs that do not report on the name, date of birth, and  
25 the dates a child received services at a particular facility.

26 (13) The department shall work with state and local law  
27 enforcement, federally recognized tribal governments, and tribal law  
28 enforcement to develop a process for expediting fingerprinting and  
29 data collection necessary to conduct background checks for tribal  
30 early learning and child care providers.

31 (14) \$136,000 of the general fund—state appropriation for fiscal  
32 year 2018 and \$137,000 of the general fund—state appropriation for  
33 fiscal year 2019 are provided solely for a one percent rate increase  
34 for licensed family child care providers; a \$1.25 per hour increase  
35 for family, friends, and neighbor providers; and a 4.25 percent  
36 increase in health insurance premium coverage.

37 (15) \$292,000 of the general fund—state appropriation for fiscal  
38 year 2018 and \$291,000 of the general fund—state appropriation for



1 fiscal year 2019 are provided solely for a one percent base rate  
2 increase for child care center providers.

3 (16) \$317,000 of the general fund—state appropriation for fiscal  
4 year 2018 and \$317,000 of the general fund—state appropriation for  
5 fiscal year 2019 are provided solely for implementation of Substitute  
6 Senate Bill No. 5357 (outdoor early learning programs). If the bill  
7 is not enacted by June 30, 2017, the amounts provided in this  
8 subsection shall lapse.

9 (17) \$2,152,000 of the general fund—state appropriation for  
10 fiscal year 2018 is provided solely for the early childhood  
11 intervention prevention services (ECLIPSE) program. The department  
12 shall contract for ECLIPSE services to provide therapeutic child care  
13 and other specialized treatment services to abused, neglected, at-  
14 risk, and/or drug-affected children. Priority for services shall be  
15 given to children referred from the department of social and health  
16 services children's administration.

17 (18)(a) During the 2017-2019 fiscal biennium, the department must  
18 revise its agreements and contracts with vendors to include a  
19 provision to require that each vendor agrees to equality among its  
20 workers by ensuring similarly employed individuals are compensated as  
21 equals as follows:

22 (i) Employees are similarly employed if the individuals work for  
23 the same employer, the performance of the job requires comparable  
24 skill, effort, and responsibility, and the jobs are performed under  
25 similar working conditions. Job titles alone are not determinative of  
26 whether employees are similarly employed;

27 (ii) Vendors may allow differentials in compensation for its  
28 workers based in good faith on any of the following:

29 (A) A seniority system; a merit system; a system that measures  
30 earnings by quantity or quality of production; a bona fide job-  
31 related factor or factors; or a bona fide regional difference in  
32 compensation levels.

33 (B) A bona fide job-related factor or factors may include, but  
34 not be limited to, education, training, or experience, that is:  
35 Consistent with business necessity; not based on or derived from a  
36 gender-based differential; and accounts for the entire differential.

37 (C) A bona fide regional difference in compensation level must  
38 be: Consistent with business necessity; not based on or derived from  
39 a gender-based differential; and account for the entire differential.

(b) The provision must allow for the termination of the contract if the department or department of enterprise services determines that the vendor is not in compliance with this agreement or contract term.

(c) The department must implement this provision with any new contract and at the time of renewal of any existing contract.

**NEW SECTION. Sec. 616. FOR THE STATE SCHOOL FOR THE BLIND**

General Fund—State Appropriation (FY 2018)	\$6,724,000
General Fund—State Appropriation (FY 2019)	\$6,728,000
General Fund—Private/Local Appropriation	\$34,000
<b>TOTAL APPROPRIATION.</b>	<b>\$13,486,000</b>

The appropriations in this section are subject to the following conditions and limitations: Funding provided in this section is sufficient for the school to offer to students enrolled in grades nine through twelve for full-time instructional services at the Vancouver campus with the opportunity to participate in a minimum of one thousand eighty hours of instruction and the opportunity to earn twenty-four high school credits.

**NEW SECTION. Sec. 617. FOR THE WASHINGTON STATE CENTER FOR CHILDHOOD DEAFNESS AND HEARING LOSS**

General Fund—State Appropriation (FY 2018)	\$10,222,000
General Fund—State Appropriation (FY 2019)	\$10,237,000
<b>TOTAL APPROPRIATION.</b>	<b>\$20,459,000</b>

The appropriations in this section are subject to the following conditions and limitations: Funding provided in this section is sufficient for the center to offer to students enrolled in grades nine through twelve for full-time instructional services at the Vancouver campus with the opportunity to participate in a minimum of one thousand eighty hours of instruction and the opportunity to earn twenty-four high school credits.

**NEW SECTION. Sec. 618. FOR THE WASHINGTON STATE ARTS COMMISSION**

General Fund—State Appropriation (FY 2018)	\$1,368,000
General Fund—State Appropriation (FY 2019)	\$1,380,000
General Fund—Federal Appropriation	\$2,112,000
General Fund—Private/Local Appropriation	\$16,000
<b>TOTAL APPROPRIATION.</b>	<b>\$4,876,000</b>

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 2018)	. . . . .	\$2,462,000
4	General Fund—State Appropriation (FY 2019)	. . . . .	\$2,515,000
5	TOTAL APPROPRIATION.	. . . . .	\$4,977,000

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 2018)	. . . . .	\$1,898,000
9	General Fund—State Appropriation (FY 2019)	. . . . .	\$1,908,000
10	TOTAL APPROPRIATION.	. . . . .	\$3,806,000

(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 2018)	. . . . .	\$1,134,957,000
General Fund—State Appropriation (FY 2019)	. . . . .	\$1,193,342,000
State Building Construction Account—State Appropriation	.	\$6,456,000
Columbia River Basin Water Supply—State Appropriation	. . . . .	\$79,000
State Taxable Building Construction Account—State		
Appropriation	. . . . .	\$376,000
Debt-Limit Reimbursable Bond Retire Account—State		
Appropriation	. . . . .	\$570,000
TOTAL APPROPRIATION.	. . . . .	\$2,335,780,000

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.

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 AS PRESCRIBED BY STATUTE**

General Fund—State Appropriation (FY 2018)	. . . . .	\$9,592,000
General Fund—State Appropriation (FY 2019)	. . . . .	\$1,517,000
Nondebt-Limit Reimbursable Bond Retirement Account—State		
Appropriation	. . . . .	\$184,549,000
TOTAL APPROPRIATION.	. . . . .	\$195,658,000

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriations are for expenditure into the nondebt-limit general fund bond retirement account.

NEW SECTION. **Sec. 703. FOR THE STATE TREASURER—BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR BOND SALE EXPENSES**

General Fund—State Appropriation (FY 2018)	. . . . .	\$1,400,000
General Fund—State Appropriation (FY 2019)	. . . . .	\$1,400,000
Hood Canal Aquatic Rehabilitation—State		

1	Appropriation. . . . .	\$1,000
2	State Building Construction Account—State	
3	Appropriation . . . . .	\$2,191,000
4	Columbia River Basin Water Supply—State Appropriation . . . .	\$58,000
5	Columbia River Basin Taxable Bond Water	
6	Supply—State Appropriation. . . . .	\$14,000
7	State Taxable Building Construction Account—State	
8	Appropriation . . . . .	\$150,000
9	TOTAL APPROPRIATION. . . . .	\$5,214,000

10 NEW SECTION. **Sec. 704. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
11 **EMERGENCY FUND**

12	General Fund—State Appropriation (FY 2018) . . . . .	\$850,000
13	General Fund—State Appropriation (FY 2019) . . . . .	\$850,000
14	TOTAL APPROPRIATION. . . . .	\$1,700,000

15 The appropriations in this section are subject to the following  
16 conditions and limitations: The appropriations in this section are  
17 for the governor's emergency fund for the critically necessary work  
18 of any agency.

19 NEW SECTION. **Sec. 705. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
20 **EDUCATION TECHNOLOGY REVOLVING ACCOUNT**

21	General Fund—State Appropriation (FY 2018) . . . . .	\$8,000,000
22	General Fund—State Appropriation (FY 2019) . . . . .	\$8,000,000
23	TOTAL APPROPRIATION. . . . .	\$16,000,000

24 The appropriations in this section are subject to the following  
25 conditions and limitations: The appropriations in this section are  
26 provided solely for expenditure into the education technology  
27 revolving account for the purpose of covering ongoing operational and  
28 equipment replacement costs incurred by the K-20 educational network  
29 program in providing telecommunication services to network  
30 participants.

31 NEW SECTION. **Sec. 706. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
32 **O'BRIEN BUILDING IMPROVEMENT**

33	General Fund—State Appropriation (FY 2018) . . . . .	\$2,797,000
34	General Fund—State Appropriation (FY 2019) . . . . .	\$2,798,000
35	TOTAL APPROPRIATION. . . . .	\$5,595,000

1 The appropriations in this section are subject to the following  
2 conditions and limitations: The appropriations are provided solely  
3 for expenditure into the enterprise services account for payment of  
4 principal, interest, and financing expenses associated with the  
5 certificate of participation for the O'Brien building improvement,  
6 project number 20081007.

7 NEW SECTION. **Sec. 707. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
8 **CHERBERG BUILDING REHABILITATION**

9	General Fund—State Appropriation (FY 2018)	...	\$552,000
10	General Fund—State Appropriation (FY 2019)	...	\$554,000
11	TOTAL APPROPRIATION.	...	\$1,106,000

12 The appropriations in this section are subject to the following  
13 conditions and limitations: The appropriations are provided solely  
14 for expenditure into the enterprise services account for payment for  
15 the principal, interest, and financing expenses associated with the  
16 certificate of participation for the Cherberg building improvements,  
17 project number 2002-1-005.

18 NEW SECTION. **Sec. 708. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
19 **ANDY HILL CANCER RESEARCH ENDOWMENT FUND MATCH TRANSFER ACCOUNT**

20	General Fund—State Appropriation (FY 2018)	...	\$5,000,000
21	General Fund—State Appropriation (FY 2019)	...	\$5,000,000
22	TOTAL APPROPRIATION.	...	\$10,000,000

23 The appropriations in this section are subject to the following  
24 conditions and limitations: The appropriations in this section are  
25 provided solely for expenditure into the Andy Hill cancer research  
26 endowment fund match transfer account per RCW 43.348.080 to fund the  
27 cancer research endowment program.

28 NEW SECTION. **Sec. 709. FOR THE STATE TREASURER—COUNTY PUBLIC**  
29 **HEALTH ASSISTANCE**

30	General Fund—State Appropriation (FY 2018)	...	\$36,386,000
31	General Fund—State Appropriation (FY 2019)	...	\$36,386,000
32	TOTAL APPROPRIATION.	...	\$72,772,000

33 The appropriations in this section are subject to the following  
34 conditions and limitations: The state treasurer shall distribute the  
35 appropriations to the counties and health districts listed in this

1 section in the amounts designated to support public health services,  
 2 including public health nursing. Counties and health districts that  
 3 have safe injection sites located within their territory or area  
 4 shall not receive a distribution. For purposes of this section, "Safe  
 5 injection site" means any building, structure, site, facility, or  
 6 program, including but not limited to safe consumption or safe  
 7 injection programs, with a function of providing a space or area for  
 8 either use or consumption, or both, of federally controlled  
 9 substances.

10	<b>Health District</b>	<b>FY 2018</b>	<b>FY 2019</b>	<b>2017-2019</b>
11				<b>Biennium</b>
12	Adams County Health District	\$121,213	\$121,213	\$242,426
13	Asotin County Health District	\$159,890	\$159,890	\$319,780
14	Benton-Franklin Health District	\$1,614,337	\$1,614,337	\$3,228,674
15	Chelan-Douglas Health District	\$399,634	\$399,634	\$799,268
16	Clallam County Health and Human Services Department	\$291,401	\$291,401	\$582,802
17	Clark County Health District	\$1,767,341	\$1,767,341	\$3,534,682
18	Skamania County Health Department	\$111,327	\$111,327	\$222,654
19	Columbia County Health District	\$119,991	\$119,991	\$239,982
20	Cowlitz County Health Department	\$477,981	\$477,981	\$955,962
21	Garfield County Health District	\$93,154	\$93,154	\$186,308
22	Grant County Health District	\$297,761	\$297,761	\$595,522
23	Grays Harbor Health Department	\$335,666	\$335,666	\$671,332
24	Island County Health Department	\$255,224	\$255,224	\$510,448
25	Jefferson County Health and Human Services	\$184,080	\$184,080	\$368,160
26	Seattle-King County Department of Public Health	\$12,685,521	\$12,685,521	\$25,371,042
27	Bremerton-Kitsap County Health District	\$997,476	\$997,476	\$1,994,952
28	Kittitas County Health Department	\$198,979	\$198,979	\$397,958
29	Klickitat County Health Department	\$153,784	\$153,784	\$307,568
30	Lewis County Health Department	\$263,134	\$263,134	\$526,268
31	Lincoln County Health Department	\$113,917	\$113,917	\$227,834
32	Mason County Department of Health Services	\$227,448	\$227,448	\$454,896
33	Okanogan County Health District	\$169,882	\$169,882	\$339,764
34	Pacific County Health Department	\$169,075	\$169,075	\$338,150

1	Tacoma-Pierce County Health Department	\$4,143,169	\$4,143,169	\$8,286,338
2	San Juan County Health and Community Services	\$126,569	\$126,569	\$253,138
3	Skagit County Health Department	\$449,745	\$449,745	\$899,490
4	Snohomish Health District	\$3,433,291	\$3,433,291	\$6,866,582
5	Spokane County Health District	\$2,877,318	\$2,877,318	\$5,754,636
6	Northeast Tri-County Health District	\$249,303	\$249,303	\$498,606
7	Thurston County Health Department	\$1,046,897	\$1,046,897	\$2,093,794
8	Wahkiakum County Health Department	\$93,181	\$93,181	\$186,362
9	Walla Walla County-City Health Department	\$302,173	\$302,173	\$604,346
10	Whatcom County Health Department	\$1,214,301	\$1,214,301	\$2,428,602
11	Whitman County Health Department	\$189,355	\$189,355	\$378,710
12	Yakima Health District	\$1,052,482	\$1,052,482	\$2,104,964
13	TOTAL APPROPRIATIONS	\$36,386,000	\$36,386,000	\$72,772,000

14        NEW SECTION.    **Sec. 710.    FOR THE STATE TREASURER—COUNTY CLERK**  
15 **LEGAL FINANCIAL OBLIGATION GRANTS**

16	General Fund—State Appropriation (FY 2018)	\$541,000
17	General Fund—State Appropriation (FY 2019)	\$441,000
18	TOTAL APPROPRIATION.	\$982,000

19        The appropriations in this section are subject to the following  
20 conditions and limitations: By October 1st of each fiscal year, the  
21 state treasurer shall distribute the appropriations to the following  
22 county clerk offices in the amounts designated as grants for the  
23 collection of legal financial obligations pursuant to RCW 2.56.190:

24	County Clerk	FY 2018	FY 2019
25	Adams County Clerk	\$2,103	\$1,714
26	Asotin County Clerk	\$2,935	\$2,392
27	Benton County Clerk	\$18,231	\$14,858
28	Chelan County Clerk	\$7,399	\$6,030
29	Clallam County Clerk	\$5,832	\$4,753
30	Clark County Clerk	\$32,635	\$26,597
31	Columbia County Clerk	\$384	\$313
32	Cowlitz County Clerk	\$16,923	\$13,792
33	Douglas County Clerk	\$3,032	\$2,471



1	Ferry County Clerk	\$422	\$344
2	Franklin County Clerk	\$5,486	\$4,471
3	Garfield County Clerk	\$243	\$198
4	Grant County Clerk	\$10,107	\$8,237
5	Grays Harbor County Clerk	\$8,659	\$7,057
6	Island County Clerk	\$3,059	\$2,493
7	Jefferson County Clerk	\$1,859	\$1,515
8	King County Court Clerk	\$119,290	\$97,266
9	Kitsap County Clerk	\$22,242	\$18,127
10	Kittitas County Clerk	\$3,551	\$2,894
11	Klickitat County Clerk	\$2,151	\$1,753
12	Lewis County Clerk	\$10,340	\$8,427
13	Lincoln County Clerk	\$724	\$590
14	Mason County Clerk	\$5,146	\$4,194
15	Okanogan County Clerk	\$3,978	\$3,242
16	Pacific County Clerk	\$2,411	\$1,965
17	Pend Oreille County Clerk	\$611	\$498
18	Pierce County Clerk	\$77,102	\$62,837
19	San Juan County Clerk	\$605	\$493
20	Skagit County Clerk	\$11,059	\$9,013
21	Skamania County Clerk	\$1,151	\$938
22	Snohomish County Clerk	\$38,143	\$31,086
23	Spokane County Clerk	\$44,825	\$36,578
24	Stevens County Clerk	\$2,984	\$2,432
25	Thurston County Clerk	\$22,204	\$18,096
26	Wahkiakum County Clerk	\$400	\$326
27	Walla Walla County Clerk	\$4,935	\$4,022
28	Whatcom County Clerk	\$20,728	\$16,893
29	Whitman County Clerk	\$2,048	\$1,669
30	Yakima County Clerk	\$25,063	\$20,426
31			
32	TOTAL APPROPRIATIONS	\$541,000	\$441,000

1 NEW SECTION. **Sec. 711. BELATED CLAIMS**

2 The agencies and institutions of the state may expend moneys  
3 appropriated in this act, upon approval of the office of financial  
4 management, for the payment of supplies and services furnished to the  
5 agency or institution in prior fiscal biennia.

6 NEW SECTION. **Sec. 712. FOR THE DEPARTMENT OF RETIREMENT SYSTEMS**  
7 **—CONTRIBUTIONS TO RETIREMENT SYSTEMS**

8 The appropriations in this section are subject to the following  
9 conditions and limitations: The appropriations for the law  
10 enforcement officers' and firefighters' retirement system shall be  
11 made on a monthly basis consistent with chapter 41.45 RCW and section  
12 939 and 940 of this act, and the appropriations for the judges and  
13 judicial retirement systems shall be made on a quarterly basis  
14 consistent with chapters 2.10 and 2.12 RCW.

15 (1) There is appropriated for state contributions to the law  
16 enforcement officers' and firefighters' retirement system:

17	General Fund—State Appropriation (FY 2018)	. . . . .	\$17,085,000
18	General Fund—State Appropriation (FY 2019)	. . . . .	\$17,888,000
19	TOTAL APPROPRIATION.	. . . . .	\$34,973,000

20 (2) There is appropriated for contributions to the judicial  
21 retirement system:

22	General Fund—State Appropriation (FY 2018)	. . . . .	\$8,700,000
23	General Fund—State Appropriation (FY 2019)	. . . . .	\$8,400,000
24	TOTAL APPROPRIATION.	. . . . .	\$17,100,000

25 (3) There is appropriated for contributions to the judges'  
26 retirement system:

27	General Fund—State Appropriation (FY 2018)	. . . . .	\$500,000
28	General Fund—State Appropriation (FY 2019)	. . . . .	\$500,000
29	TOTAL APPROPRIATION.	. . . . .	\$1,000,000

30 NEW SECTION. **Sec. 713. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
31 **STATE EFFICIENCY AND RESTRUCTURING REPAYMENT**

32	General Fund—State Appropriation (FY 2018)	. . . . .	\$5,000,000
33	General Fund—State Appropriation (FY 2019)	. . . . .	\$5,002,000
34	TOTAL APPROPRIATION.	. . . . .	\$10,002,000

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

1 provided solely for expenditure into the cleanup settlement account  
2 on July 1, 2017, and July 1, 2018, as repayment of moneys that were  
3 transferred to the state efficiency and restructuring account.

4 NEW SECTION. **Sec. 714. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
5 **COMMON SCHOOL CONSTRUCTION ACCOUNT**

6	General Fund—State Appropriation (FY 2018) . . . . .	\$600,000
7	General Fund—State Appropriation (FY 2019) . . . . .	\$600,000
8	TOTAL APPROPRIATION. . . . .	\$1,200,000

9 The appropriations in this section are subject to the following  
10 conditions and limitations: The appropriations in this section are  
11 provided solely for expenditure into the common school construction  
12 account—state on July 1, 2017, and July 1, 2018, for an interest  
13 payment pursuant to RCW 90.38.130.

14 NEW SECTION. **Sec. 715. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
15 **NATURAL RESOURCES REAL PROPERTY REPLACEMENT ACCOUNT**

16	General Fund—State Appropriation (FY 2018) . . . . .	\$300,000
17	General Fund—State Appropriation (FY 2019) . . . . .	\$300,000
18	TOTAL APPROPRIATION. . . . .	\$600,000

19 The appropriations in this section are subject to the following  
20 conditions and limitations: The appropriations in this section are  
21 provided solely for expenditure into the natural resources real  
22 property replacement account—state on July 1, 2017, and July 1, 2018,  
23 for an interest payment pursuant to RCW 90.38.130.

24 NEW SECTION. **Sec. 716. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
25 **COUNTY CRIMINAL JUSTICE ASSISTANCE ACCOUNT**

26	General Fund—State Appropriation (FY 2018) . . . . .	\$227,000
27	General Fund—State Appropriation (FY 2019) . . . . .	\$227,000
28	TOTAL APPROPRIATION. . . . .	\$454,000

29 The appropriations in this section are subject to the following  
30 conditions and limitations: The appropriations in this section, or so  
31 much thereof as may be necessary, are provided solely for expenditure  
32 into the county criminal justice assistance account—state. The  
33 treasurer shall make quarterly distributions from the county criminal  
34 justice assistance account of the amounts provided in this section in  
35 accordance with RCW 82.14.310 for the purposes of reimbursing local

1 jurisdictions for increased costs incurred as a result of the  
2 mandatory arrest of repeat offenders pursuant to chapter 35, Laws of  
3 2013 2nd sp. sess. The appropriations and distributions made under  
4 this section constitute appropriate reimbursement for costs for any  
5 new programs or increased level of services for the purposes of RCW  
6 43.135.060.

7 NEW SECTION. **Sec. 717. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
8 **MUNICIPAL CRIMINAL JUSTICE ASSISTANCE ACCOUNT**

9	General Fund—State Appropriation (FY 2018) . . . . .	\$133,000
10	General Fund—State Appropriation (FY 2019) . . . . .	\$133,000
11	TOTAL APPROPRIATION. . . . .	\$266,000

12 The appropriations in this section are subject to the following  
13 conditions and limitations: The appropriations in this section, or so  
14 much thereof as may be necessary, are appropriated for expenditure  
15 into the municipal criminal justice assistance account. The treasurer  
16 shall make quarterly distributions from the municipal criminal  
17 justice assistance account of the amounts provided in this section in  
18 accordance with RCW 82.14.320 and 82.14.330, for the purposes of  
19 reimbursing local jurisdictions for increased costs incurred as a  
20 result of the mandatory arrest of repeat offenders pursuant to  
21 chapter 35, Laws of 2013 2nd sp. sess. The appropriations and  
22 distributions made under this section constitute appropriate  
23 reimbursement for costs for any new programs or increased level of  
24 services for the purposes of RCW 43.135.060.

25 NEW SECTION. **Sec. 718. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
26 **COMMUNICATION SERVICES REFORM**

27	General Fund—State Appropriation (FY 2018) . . . . .	\$5,000,000
28	General Fund—State Appropriation (FY 2019) . . . . .	\$5,000,000
29	TOTAL APPROPRIATION. . . . .	\$10,000,000

30 The appropriations in this section are subject to the following  
31 conditions and limitations: The appropriations in this section are  
32 provided solely for expenditure into the universal communications  
33 services fund to fund the temporary universal communications services  
34 program.

35 NEW SECTION. **Sec. 719. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
36 **OUTDOOR EDUCATION AND RECREATION ACCOUNT**

1	General Fund—State Appropriation (FY 2018)	\$500,000
2	General Fund—State Appropriation (FY 2019)	\$500,000
3	TOTAL APPROPRIATION.	\$1,000,000

4 The appropriations in this section are subject to the following  
5 conditions and limitations: The appropriations are provided solely  
6 for expenditure into the outdoor education and recreation account for  
7 the state parks and recreation commission's outdoor education and  
8 recreation program purposes identified in RCW 79A.05.351.

9 NEW SECTION. **Sec. 720. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
10 **INDIVIDUAL-BASED/PORTABLE BACKGROUND CHECK CLEARANCE ACCOUNT**

11	General Fund—State Appropriation (FY 2018)	\$326,000
12	General Fund—State Appropriation (FY 2019)	\$82,000
13	TOTAL APPROPRIATION.	\$408,000

14 The appropriations in this section are subject to the following  
15 conditions and limitations: The appropriations are provided solely  
16 for expenditure into the individual-based/portable background check  
17 clearance account to reimburse background check fees for unlicensed  
18 family, friends, and neighbors who provide subsidized child care for  
19 the working connections child care program.

20 NEW SECTION. **Sec. 721. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
21 **HOME VISITING SERVICES ACCOUNT**

22	General Fund—State Appropriation (FY 2018)	\$691,000
23	General Fund—State Appropriation (FY 2019)	\$744,000
24	TOTAL APPROPRIATION.	\$1,435,000

25 The appropriations in this section are subject to the following  
26 conditions and limitations: The appropriations are provided solely  
27 for expenditure into the home visiting services account for the home  
28 visiting program.

29 NEW SECTION. **Sec. 722. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
30 **EXTRAORDINARY CRIMINAL JUSTICE COSTS**

31	General Fund—State Appropriation (FY 2018)	\$240,000
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32 The appropriation in this section is subject to the following  
33 conditions and limitations: The director of financial management  
34 shall distribute \$240,000 to Franklin county for extraordinary  
35 criminal justice costs pursuant to RCW 43.330.190.

1 NEW SECTION. **Sec. 723. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**

2 **FAIR ACCOUNT**

3 General Fund—State Appropriation (FY 2018) . . . . . \$91,000

4 The appropriation in this section is subject to the following  
5 conditions and limitations: The appropriation is provided solely for  
6 expenditure into the fair account.

7 NEW SECTION. **Sec. 724. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**

8 **INFORMATION TECHNOLOGY INVESTMENT POOL**

9 General Fund—State Appropriation (FY 2019) . . . . . \$8,693,000

10 General Fund—Federal Appropriation . . . . . \$1,256,000

11 Other Appropriated Funds . . . . . \$71,000

12 TOTAL APPROPRIATION. . . . . \$10,020,000

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

15 (1) The appropriations in this section are provided solely for  
16 expenditure into the information technology investment revolving  
17 account created in section 964 of this act. Funds in the account are  
18 provided solely for the information technology projects shown in LEAP  
19 omnibus document IT-2017, dated March 14, 2017, which is hereby  
20 incorporated by reference. To facilitate the transfer of moneys from  
21 other funds and accounts that are associated with projects contained  
22 in LEAP omnibus document IT-2017, dated March 14, 2017, the state  
23 treasurer is directed to transfer moneys from other funds and  
24 accounts to the information technology investment revolving account  
25 in accordance with schedules provided by the office of financial  
26 management.

27 (2) Agencies may apply to the office of financial management to  
28 receive funds from the information technology investment revolving  
29 account. Preference must be given to projects that utilize commercial  
30 off-the-shelf or software as a service technology solution.

31 (3) Allocations and allotments may be made only during discrete  
32 stages of projects, which at a minimum must include a planning stage,  
33 procurement stage, and implementation and integration stage. At least  
34 fourteen days prior to an allocation or allotment of funds to an  
35 agency, the office of financial management, jointly with the office  
36 of the chief information officer, must deliver to the legislative  
37 fiscal committees the following information for each project  
38 receiving an allocation from the account:

1 (a) A technology budget using a method similar to the state  
2 capital budget, identifying project costs, funding sources, and  
3 anticipated deliverables through each stage of the investment and  
4 across fiscal periods and biennia from project initiation to  
5 implementation. If the project affects more than one agency, a  
6 technology budget must be prepared for each agency;

7 (b) The technology implementation plan that includes:

8 (i) An organizational chart of the project management team that  
9 identifies team members and their roles and responsibilities;

10 (ii) The office of the chief information officer staff assigned  
11 to the project;

12 (iii) An implementation schedule covering activities, critical  
13 milestones, and deliverables at each stage of the project for the  
14 life of the project at each agency affected by the project; and

15 (iv) Performance measures used to determine that the project is  
16 on time, within budget, and meeting expectations for quality of work  
17 product.

18 (c) A letter from the office of the chief information officer  
19 certifying that:

20 (i) The project is consistent with the state's enterprise  
21 architecture and other policies developed by the office of the chief  
22 information officer;

23 (ii) The agency has the organizational capacity, preparedness,  
24 and leadership to implement the project successfully;

25 (iii) The agency has adequately assessed and minimized the risks  
26 inherent with the project;

27 (iv) The project has the management, staffing, and oversight  
28 resources needed for the cost, complexity, and risks associated with  
29 the project;

30 (v) The project has implementation schedules and performance  
31 measures for timeliness, deliverables, quality, and budget;

32 (vi) The agency has an adequate risk management plan that also  
33 enables the office of the chief information officer to assess,  
34 intervene, and take necessary action when performance measures are  
35 not being met; and

36 (vii) For any investment that does not use commercial off-the-  
37 shelf or software as a service technology solution, the proposed  
38 project represents the best business solution and should not be  
39 delayed.

1 (4) For any project that exceeds two million dollars in total  
2 funds to complete, requires more than one biennium to complete, or is  
3 financed through financial contracts, bonds, or other indebtedness:

4 (i) Quality assurance for the project must report independently  
5 to the office of the chief information officer;

6 (ii) The office of the chief information officer must review, and  
7 if necessary, revise the proposed project to ensure it is flexible  
8 and adaptable to advances in technology;

9 (iii) The technology budget must specifically identify the uses  
10 of any financing proceeds. No more than thirty percent of the  
11 financing proceeds may be used for payroll-related costs for state  
12 employees assigned to project management, installation, testing, or  
13 training;

14 (iv) The agency must consult with the office of the state  
15 treasurer during the competitive procurement process to evaluate  
16 early in the process whether products and services to be solicited  
17 and the responsive bids from a solicitation may be financed; and

18 (v) The agency must consult with the contracting division of the  
19 department of enterprise services for a review of all contracts and  
20 agreements related to the project's information technology  
21 procurements.

22 (5) The office of the chief information officer may suspend or  
23 terminate a project at any time if the office of the chief  
24 information officer determines that the project is not meeting or is  
25 not expected to meet anticipated performance measures. Once  
26 suspension or termination occurs, the agency shall not make  
27 additional expenditures on the project without approval of the state  
28 chief information officer. If a project is terminated, the office of  
29 financial management must terminate the agency's allocation from the  
30 information technology investment revolving account and the agency  
31 shall return any remaining funds to the account to be reallocated to  
32 other projects by the office of financial management.

33 (6) Any cost to administer or implement this section for projects  
34 contained in LEAP omnibus document IT-2017, dated March 14, 2017,  
35 must be paid from the information technology investment revolving  
36 account. For any other information technology project made subject to  
37 the conditions, limitations, and review of this section, the cost to  
38 implement this section must be paid from the funds for that project.



1        NEW SECTION.    **Sec. 725.    FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
2    **SECRETARY OF STATE ARCHIVES AND RECORDS MANAGEMENT**

3	General Fund—State Appropriation (FY 2018) . . . . .	\$77,000
4	General Fund—State Appropriation (FY 2019) . . . . .	\$86,000
5	General Fund—Federal Appropriation . . . . .	\$37,000
6	General Fund—Private/Local Appropriation . . . . .	\$5,000
7	Other Appropriated Funds . . . . .	\$74,000
8	TOTAL APPROPRIATION. . . . .	\$279,000

9        The appropriations in this section are subject to the following  
10 conditions and limitations: The appropriations in this section  
11 reflect adjustments in agency appropriations related to corresponding  
12 adjustments in the secretary of state's billing authority for  
13 archives and records management. The office of financial management  
14 shall adjust allotments in the amounts specified, and to the state  
15 agencies specified in LEAP omnibus document 92C-2017, dated March 14,  
16 2017, and adjust appropriation schedules accordingly.

17        NEW SECTION.    **Sec. 726.    FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
18    **STATE AUDITOR AUDIT SERVICES**

19	General Fund—State Appropriation (FY 2018) . . . . .	\$8,000
20	General Fund—State Appropriation (FY 2019) . . . . .	\$20,000
21	General Fund—Federal Appropriation . . . . .	\$11,000
22	Other Appropriated Funds . . . . .	\$8,000
23	TOTAL APPROPRIATION. . . . .	\$47,000

24        The appropriations in this section are subject to the following  
25 conditions and limitations: The appropriations in this section  
26 reflect adjustments in agency appropriations related to corresponding  
27 adjustments in the state auditor's billing authority for state agency  
28 auditing services. The office of financial management shall adjust  
29 allotments in the amounts specified, and to the state agencies  
30 specified in LEAP omnibus document 92D-2017, dated March 14, 2017,  
31 and adjust appropriation schedules accordingly.

32        NEW SECTION.    **Sec. 727.    FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
33    **OFFICE OF ATTORNEY GENERAL LEGAL SERVICES**

34	General Fund—State Appropriation (FY 2018) . . . . .	\$1,235,000
35	General Fund—State Appropriation (FY 2019) . . . . .	\$1,436,000
36	General Fund—Federal Appropriation . . . . .	\$1,031,000

1	General Fund—Private/Local Appropriation . . . . .	\$11,000
2	Other Appropriated Funds . . . . .	\$550,000
3	TOTAL APPROPRIATION. . . . .	\$4,263,000

4 The appropriations in this section are subject to the following  
5 conditions and limitations: The appropriations in this section  
6 reflect adjustments in agency appropriations related to corresponding  
7 adjustments in the office of attorney general's billing authority for  
8 legal services. The office of financial management shall adjust  
9 allotments in the amounts specified, and to the state agencies  
10 specified in LEAP omnibus document 92E-2017, dated March 14, 2017,  
11 and adjust appropriation schedules accordingly.

12 NEW SECTION. **Sec. 728. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
13 **ADMINISTRATIVE HEARINGS**

14	General Fund—State Appropriation (FY 2018) . . . . .	\$26,000
15	General Fund—State Appropriation (FY 2019) . . . . .	\$61,000
16	General Fund—Federal Appropriation . . . . .	\$90,000
17	General Fund—Private/Local Appropriation . . . . .	\$1,000
18	Other Appropriated Funds . . . . .	\$79,000
19	TOTAL APPROPRIATION. . . . .	\$257,000

20 The appropriations in this section are subject to the following  
21 conditions and limitations: The appropriations in this section  
22 reflect adjustments in agency appropriations related to corresponding  
23 adjustments in the office of administrative hearing's billing  
24 authority. The office of financial management shall adjust allotments  
25 in the amounts specified, and to the state agencies specified in LEAP  
26 omnibus document 92G-2017, dated March 14, 2017, and adjust  
27 appropriation schedules accordingly.

28 NEW SECTION. **Sec. 729. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
29 **CONSOLIDATED TECHNOLOGY SERVICES CENTRAL SERVICES**

30	General Fund—State Appropriation (FY 2018) . . . . .	(\$443,000)
31	General Fund—State Appropriation (FY 2019) . . . . .	(\$404,000)
32	General Fund—Federal Appropriation . . . . .	(\$188,000)
33	General Fund—Private/Local Appropriation . . . . .	(\$19,000)
34	Other Appropriated Funds . . . . .	(\$196,000)
35	TOTAL APPROPRIATION. . . . .	(\$1,250,000)

1 The appropriations in this section are subject to the following  
2 conditions and limitations: The appropriations in this section  
3 reflect adjustments in agency appropriations related to corresponding  
4 adjustments in the central technology services' billing authority.  
5 The office of financial management shall adjust allotments in the  
6 amounts specified, and to the state agencies specified in LEAP  
7 omnibus document 92J-2017, dated March 14, 2017, and adjust  
8 appropriation schedules accordingly.

9 NEW SECTION. **Sec. 730. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
10 **DEPARTMENT OF ENTERPRISE SERVICES CENTRAL SERVICES**

11	General Fund—State Appropriation (FY 2018) . . . . .	\$2,577,000
12	General Fund—State Appropriation (FY 2019) . . . . .	\$2,155,000
13	General Fund—Federal Appropriation . . . . .	\$1,222,000
14	General Fund—Private/Local Appropriation . . . . .	\$86,000
15	Other Appropriated Funds . . . . .	\$1,749,000
16	TOTAL APPROPRIATION. . . . .	\$7,789,000

17 The appropriations in this section are subject to the following  
18 conditions and limitations: The appropriations in this section  
19 reflect adjustments in agency appropriations related to corresponding  
20 adjustments in the department of enterprise services' billing  
21 authority. The office of financial management shall adjust allotments  
22 in the amounts specified, and to the state agencies specified in LEAP  
23 omnibus document 92K-2017, dated March 14, 2017, and adjust  
24 appropriation schedules accordingly.

25 NEW SECTION. **Sec. 731. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
26 **INITIATIVE MEASURE NO. 1433 MINIMUM WAGE**

27	General Fund—State Appropriation (FY 2018) . . . . .	(\$5,199,000)
28	General Fund—State Appropriation (FY 2019) . . . . .	(\$5,192,000)
29	General Fund—Federal Appropriation . . . . .	(\$4,266,000)
30	Other Appropriated Funds . . . . .	\$4,543,000
31	TOTAL APPROPRIATION. . . . .	(\$10,114,000)

32 The appropriations in this section are subject to the following  
33 conditions and limitations: The appropriations in this section  
34 reflect adjustments in agency appropriations related to agency cost  
35 adjustments from the implementation of Initiative Measure No. 1433 as  
36 reflected in the fiscal impact statement prepared by the office of

1 financial management and published in the state voters' guide for the  
2 2016 general election. The office of financial management shall  
3 adjust allotments in the amounts specified, and to the state agencies  
4 specified in LEAP omnibus document GLJ-2017, dated March 14, 2017,  
5 and adjust appropriation schedules accordingly.

6 NEW SECTION. **Sec. 732. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
7 **OFFICE OF FINANCIAL MANAGEMENT CENTRAL SERVICES**

8	General Fund—State Appropriation (FY 2018) . . . . .	\$4,468,000
9	General Fund—State Appropriation (FY 2019) . . . . .	\$4,478,000
10	General Fund—Federal Appropriation . . . . .	\$1,258,000
11	General Fund—Private/Local Appropriation . . . . .	\$116,000
12	Other Appropriated Funds . . . . .	\$1,880,000
13	TOTAL APPROPRIATION. . . . .	\$12,200,000

14 The appropriations in this section are subject to the following  
15 conditions and limitations: The appropriations in this section  
16 reflect adjustments in agency appropriations related to new billing  
17 authority for central service functions performed by the office of  
18 financial management. The office of financial management shall adjust  
19 allotments in the amounts specified, and to the state agencies  
20 specified in LEAP omnibus document 92R-2017, dated March 14, 2017,  
21 and adjust appropriation schedules accordingly.

22 NEW SECTION. **Sec. 733. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
23 **OFFICE OF FINANCIAL MANAGEMENT STATE HUMAN RESOURCES**

24	General Fund—State Appropriation (FY 2018) . . . . .	\$169,000
25	General Fund—State Appropriation (FY 2019) . . . . .	\$194,000
26	General Fund—Federal Appropriation . . . . .	\$48,000
27	Other Appropriated Funds . . . . .	\$80,000
28	TOTAL APPROPRIATION. . . . .	\$491,000

29 The appropriations in this section are subject to the following  
30 conditions and limitations: The appropriations in this section  
31 reflect adjustments in agency appropriations related to new billing  
32 authority for state human resources functions performed by the office  
33 of financial management. The office of financial management shall  
34 adjust allotments in the amounts specified, and to the state agencies  
35 specified in LEAP omnibus document 92U1-2017, dated March 14, 2017,  
36 and adjust appropriation schedules accordingly.

1        NEW SECTION.    **Sec. 734.    FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
2 **SELF-INSURANCE LIABILITY PREMIUM**

3	General Fund—State Appropriation (FY 2018) . . . . .	(\$16,351,000)
4	General Fund—State Appropriation (FY 2019) . . . . .	(\$16,358,000)
5	General Fund—Federal Appropriation . . . . .	(\$7,870,000)
6	General Fund—Private/Local Appropriation . . . . .	(\$3,000)
7	Other Appropriated Funds . . . . .	(\$366,000)
8	TOTAL APPROPRIATION. . . . .	(\$40,948,000)

9        The appropriations in this section are subject to the following  
10 conditions and limitations: The appropriations in this section  
11 reflect adjustments in agency appropriations related to corresponding  
12 adjustments in the self-insurance premium liability billing authority  
13 from implementation of Senate Bill No. 5896 (claims against public  
14 entities). The office of financial management shall adjust allotments  
15 in the amounts specified, and to the state agencies specified in LEAP  
16 omnibus document 92X-2017, dated March 14, 2017, and adjust  
17 appropriation schedules accordingly.

18        NEW SECTION.    **Sec. 735.    FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
19 **CONTRIBUTIONS FOR STATE AGENCY EMPLOYEE HEALTH INSURANCE—REPRESENTED**  
20 **EMPLOYEES**

21	General Fund—State Appropriation (FY 2018) . . . . .	\$299,000
22	General Fund—State Appropriation (FY 2019) . . . . .	\$9,775,000
23	General Fund—Federal Appropriation . . . . .	\$2,597,000
24	General Fund—Private/Local Appropriation . . . . .	\$245,000
25	Other Dedicated Funds . . . . .	\$3,172,000
26	TOTAL APPROPRIATION. . . . .	\$16,088,000

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

29        (1) The appropriations in this section are provided solely to  
30 adjust agency appropriations for state agency represented employee  
31 insurance benefits, including benefits for represented employees at  
32 institutions of higher education, consistent with the contribution  
33 rates included in section 922 of this act.

34        (2) To facilitate the transfer of moneys from dedicated funds and  
35 accounts, the state treasurer shall transfer sufficient moneys from  
36 each dedicated fund or account to the special insurance contribution  
37 adjustment revolving account in accordance with LEAP omnibus document

1 COMP-2017. The office of financial management shall adjust allotments  
2 for all agencies to reflect these adjusted appropriations.

3 NEW SECTION. **Sec. 736. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
4 **CONTRIBUTIONS FOR STATE AGENCY EMPLOYEE HEALTH INSURANCE—**  
5 **NONREPRESENTED EMPLOYEES**

6	General Fund—State Appropriation (FY 2018) . . . . .	\$141,000
7	General Fund—State Appropriation (FY 2019) . . . . .	\$4,693,000
8	General Fund—Federal Appropriation . . . . .	\$602,000
9	General Fund—Private/Local Appropriation . . . . .	\$54,000
10	Other Dedicated Funds . . . . .	\$4,517,000
11	TOTAL APPROPRIATION. . . . .	\$10,007,000

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

14 (1) The appropriations in this section are provided solely to  
15 adjust agency appropriations for state agency nonrepresented employee  
16 insurance benefits, including benefits for nonrepresented employees  
17 at institutions of higher education, consistent with the contribution  
18 rates included in sections 923 and 924 of this act.

19 (2) To facilitate the transfer of moneys from dedicated funds and  
20 accounts, the state treasurer shall transfer sufficient moneys from  
21 each dedicated fund or account to the special insurance contribution  
22 adjustment revolving account in accordance with LEAP omnibus document  
23 COMP-2017. The office of financial management shall adjust allotments  
24 for all agencies to reflect these adjusted appropriations.

25 NEW SECTION. **Sec. 737. FOR THE GENERAL WAGE INCREASES**

26	General Fund—State Appropriation (FY 2018) . . . . .	\$29,927,000
27	General Fund—State Appropriation (FY 2019) . . . . .	\$59,854,000
28	General Fund—Federal Appropriation . . . . .	\$14,676,000
29	General Fund—Private/Local Appropriation . . . . .	\$1,407,000
30	Dedicated Funds and Accounts Appropriation . . . . .	\$21,465,000
31	TOTAL APPROPRIATION. . . . .	\$127,329,000

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

34 (1) Funding is provided for a five hundred dollar annual wage  
35 increase effective July 1, 2017, and an additional five hundred  
36 dollar annual wage increase beginning July 1, 2018, for full-time

1 state agency employees including all represented and nonrepresented  
2 state agency classified employees, including classified employees,  
3 Washington management service and exempt employees under the  
4 jurisdiction of the office of financial management, and executive,  
5 legislative, and judicial branch employees exempt from merit system  
6 rules, whose maximum salaries are not set by the commission on  
7 salaries for elected officials. Prorated increases are provided for  
8 part-time employees.

9 (2) To facilitate the transfer of moneys from dedicated funds and  
10 accounts, the state treasurer shall transfer sufficient moneys from  
11 each dedicated fund or account to the special insurance contribution  
12 adjustment revolving account in accordance with LEAP omnibus document  
13 COMP-2017. The office of financial management shall adjust allotments  
14 for all agencies to reflect these adjusted appropriations.

15 NEW SECTION. **Sec. 738. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
16 **CONTRIBUTIONS FOR AGENCY MANAGEMENT**

17	General Fund—State Appropriation (FY 2019) . . . . .	(\$21,729,000)
18	General Fund—Federal Appropriation. . . . .	(\$6,644,000)
19	General Fund—Private/Local Appropriation. . . . .	(\$502,000)
20	Other Dedicated Funds Appropriation. . . . .	(\$10,448,000)
21	TOTAL APPROPRIATION. . . . .	(\$39,323,000)

22 The appropriations in this section reflect adjustments in agency  
23 appropriations:

24 (1) Funding is adjusted for agency and institution appropriations  
25 to reflect a ten percent reduction of Washington management service  
26 and exempt management service employees.

27 (2) To facilitate the transfer of moneys from dedicated funds and  
28 accounts, the state treasurer shall transfer sufficient moneys from  
29 each dedicated fund or account to the special insurance contribution  
30 adjustment revolving account in accordance with LEAP omnibus document  
31 COMP-2017. The office of financial management shall adjust allotments  
32 for all agencies to reflect these adjusted appropriations.

33 NEW SECTION. **Sec. 739. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
34 **CONTRIBUTIONS FOR INDIRECT AGENCY STAFF**

35	General Fund—State Appropriation (FY 2019) . . . . .	(\$11,498,000)
36	General Fund—Federal Appropriation. . . . .	(\$1,258,000)
37	General Fund—Private/Local Appropriation. . . . .	(\$127,000)

1 Other Dedicated Funds Appropriation. . . . . (\$3,117,000)  
2 TOTAL APPROPRIATION. . . . . (\$16,000,000)

3 The appropriations in this section reflect adjustments in agency  
4 appropriations:

5 (1) Funding is adjusted for agency and institution appropriations  
6 to reflect a one percent reduction of all agency staff that do not  
7 provide a direct service to the public.

8 (2) To facilitate the transfer of moneys from dedicated funds and  
9 accounts, the state treasurer shall transfer sufficient moneys from  
10 each dedicated fund or account to the special insurance contribution  
11 adjustment revolving account in accordance with LEAP omnibus document  
12 COMP-2017. The office of financial management shall adjust allotments  
13 for all agencies to reflect these adjusted appropriations.

14 NEW SECTION. **Sec. 740. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
15 **CONTRIBUTIONS FOR RETIREMENT SYSTEMS ADMINISTRATIVE COSTS**

16 General Fund—State Appropriation (FY 2018) . . . . . (\$3,584,000)  
17 General Fund—State Appropriation (FY 2019). . . . . (\$3,616,000)  
18 General Fund—Federal Appropriation. . . . . (\$1,649,000)  
19 General Fund—Private/Local Appropriation. . . . . (\$151,000)  
20 Other Dedicated Funds Appropriation. . . . . (\$2,695,000)  
21 TOTAL APPROPRIATION. . . . . (\$11,695,000)

22 The appropriations in this section reflect adjustments in agency  
23 appropriations:

24 (1) Funding is adjusted for agency and institution appropriations  
25 to reflect suspension of the department of retirement systems  
26 administrative fee in section 942 of this act.

27 (2) To facilitate the transfer of moneys from dedicated funds and  
28 accounts, the state treasurer shall transfer sufficient moneys from  
29 each dedicated fund or account to the special insurance contribution  
30 adjustment revolving account in accordance with LEAP omnibus document  
31 COMP-2017. The office of financial management shall adjust allotments  
32 for all agencies to reflect these adjusted appropriations.

33 NEW SECTION. **Sec. 741. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
34 **LEASE COST POOL**

35 General Fund—State Appropriation (FY 2018) . . . . . \$11,712,000  
36 General Fund—Federal Appropriation . . . . . \$2,431,000  
37 TOTAL APPROPRIATION. . . . . \$14,143,000



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

3 (1) The appropriations in this section are provided solely for  
4 expenditure into the state agency office relocation pool account  
5 created in section 935 of this act for state agency office relocation  
6 costs as shown in LEAP omnibus document LEAS-2017, dated March 14,  
7 2017, which is hereby incorporated by reference. To facilitate the  
8 transfer of moneys from other funds and accounts that are associated  
9 with office relocations contained in LEAP omnibus document LEAS-2017,  
10 dated March 14, 2017, the state treasurer is directed to transfer  
11 moneys from other funds and accounts in an amount not to exceed  
12 \$2,431,000 to the lease cost pool in accordance with schedules  
13 provided by the office of financial management.

14 (2) Agencies may apply to the office of financial management to  
15 receive funds from the state agency office relocation pool account in  
16 an amount not to exceed the actual costs for the office relocations.

17 NEW SECTION. **Sec. 742. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
18 **CHILD WELFARE SYSTEM IMPROVEMENT ACCOUNT**

19	General Fund—State Appropriation (FY 2018) . . . . .	\$4,687,000
20	General Fund—State Appropriation (FY 2019) . . . . .	\$7,848,000
21	TOTAL APPROPRIATION. . . . .	\$12,535,000

22 The appropriations in this section are subject to the following  
23 conditions and limitations: The appropriations in this section are  
24 provided solely for expenditure into the child welfare system  
25 improvement account for foster home licensing, achieving permanency  
26 for children, support and assistance provided to foster parents in  
27 order to improve foster home retention and stability of placements,  
28 and improving and increasing placement options for youth in out-of-  
29 home care.

30 NEW SECTION. **Sec. 743. FOR THE SUPERINTENDENT OF PUBLIC**  
31 **INSTRUCTION**

32	General Fund—State Appropriation (FY 2018). . . . .	\$1,800,000
33	General Fund—State Appropriation (FY 2019). . . . .	\$2,200,000
34	TOTAL APPROPRIATION. . . . .	\$4,000,000

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

1 provided solely for the implementation of Senate Bill No. 5833  
2 (teachers' retirement system, plan 1 minimum retirement allowance).  
3 If the bill is not enacted by June 30, 2017, the amounts provided in  
4 this section shall lapse.

5 NEW SECTION. **Sec. 744. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
6 **LOCAL TAX DISTRICT BACKFILL**

7 General Fund—State Appropriation (FY 2019). . . . . \$3,900,000

8 The appropriation in this section is subject to the following  
9 conditions and limitations: The appropriation in this section is  
10 provided solely for distribution to local taxing districts to address  
11 potential adverse impacts from the local effort levy pursuant to  
12 Substitute Senate Bill No. 5706 (education) and Substitute Senate  
13 Bill No. 5875 (education).

14 NEW SECTION. **Sec. 745. COLLECTIVE BARGAINING AGREEMENT—**  
15 **TEAMSTERS LOCAL 117 DEPARTMENT OF CORRECTIONS**

16 General Fund—State Appropriation (FY 2018) . . . . . \$28,681,000  
17 General Fund—State Appropriation (FY 2019) . . . . . \$46,389,000  
18 General Fund—Federal Appropriation . . . . . \$117,000  
19 Dedicated Funds and Accounts Appropriation . . . . . \$65,000  
20 TOTAL APPROPRIATION. . . . . \$75,252,000

21 The appropriations in this section are subject to the following  
22 conditions and limitations: Funding is provided for the agreement  
23 between the governor and the international brotherhood of teamsters  
24 local 117 for the department of corrections as provided in section  
25 906 of this act.

26 NEW SECTION. **Sec. 746. COLLECTIVE BARGAINING AGREEMENT—WSP**  
27 **TROOPERS ASSOCIATION**

28 General Fund—State Appropriation (FY 2018) . . . . . \$1,111,000  
29 General Fund—State Appropriation (FY 2019) . . . . . \$1,336,000  
30 General Fund—Federal Appropriation . . . . . \$11,000  
31 Dedicated Funds and Accounts Appropriation . . . . . \$46,000  
32 TOTAL APPROPRIATION. . . . . \$2,504,000

33 The appropriations in this section are subject to the following  
34 conditions and limitations: Funding is provided for the agreement

1 between the governor and the Washington state patrol troopers  
2 association as provided in section 907 of this act.

3 NEW SECTION. **Sec. 747. COLLECTIVE BARGAINING AGREEMENT—WSP**  
4 **LIEUTENANTS ASSOCIATION**

5	General Fund—State Appropriation (FY 2018) . . . . .	\$613,000
6	General Fund—State Appropriation (FY 2019) . . . . .	\$711,000
7	TOTAL APPROPRIATION. . . . .	\$1,324,000

8 The appropriations in this section are subject to the following  
9 conditions and limitations: Funding is provided for the agreement  
10 between the governor and the Washington state patrol troopers  
11 association as provided in section 908 of this act.

12 NEW SECTION. **Sec. 748. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
13 **ENHANCED 911 ACCOUNT**

14	General Fund—State Appropriation (FY 2018) . . . . .	\$2,000,000
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15 The appropriation in this section is subject to the following  
16 conditions and limitations: The appropriation is provided solely for  
17 expenditure into the enhanced 911 account.

18 NEW SECTION. **Sec. 749. FOR THE OFFICE OF FINANCIAL MANAGEMENT—**  
19 **SCHOOL DISTRICT FUNDING FORMULA TRANSITION FUNDING**

20	General Fund—State Appropriation (FY 2019) . . . . .	\$500,000
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21 The appropriation in this section is subject to the following  
22 conditions and limitations: The appropriation in this section is for  
23 the office of financial management, in consultation with the  
24 superintendent of public instruction, to make additional allocations  
25 to school districts based on a determination that the school funding  
26 changes made in Substitute Senate Bill No. 5607 (education) and  
27 Substitute Senate Bill No. 5875 (education) have negatively impacted  
28 the revenue apportionable to a school district in school year  
29 2018-19. These allocations are for the adjustments made in accordance  
30 with RCW 28A.510.250(3). The office of financial management shall  
31 adjust allotments to the superintendent of public instruction for the  
32 amounts determined necessary under this section. It is the intent of  
33 the legislature that the appropriation for this transition funding  
34 with total \$10,000,000 per year in the 2019-2021 fiscal biennium.

1            NEW SECTION.            **Sec. 750.            COLLECTIVE BARGAINING AGREEMENT—**

2 **COALITION OF UNIONS**

3 General Fund—State Appropriation (FY 2018) . . . . . \$4,693,000  
4 General Fund—State Appropriation (FY 2019) . . . . . \$5,160,000  
5 General Fund—Federal Appropriation . . . . . \$1,281,000  
6 Dedicated Funds and Accounts Appropriation . . . . . \$3,136,000  
7            TOTAL APPROPRIATION. . . . . \$18,555,000

8            The appropriations in this section are subject to the following  
9 conditions and limitations: Funding is provided for the agreement  
10 between the governor and the coalition of unions as provided in  
11 section 977 of this act.

(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 (\$9,977,000), prosecuting attorney (\$6,786,000), boating safety and education (\$4,000,000), utility district excise tax (\$58,134,000), habitat conservation (\$5,347,000), Death Investigations Account (\$3,556,000), Aquatic Lands Enhancement Account (\$140,000), Timber Tax Distribution Account (\$77,367,000), County Criminal Justice Assistance (\$96,145,000), Municipal Criminal Justice Assistance (\$38,126,000), City-County Assistance (\$27,160,000), Liquor Excise Tax Account (\$56,058,000), Streamlined Sales and Use Tax Mitigation Account (\$45,658,000), Columbia River Water Delivery Account for the Confederated Tribes of the Colville Reservation (\$8,074,000), Columbia River Water Delivery Account for the Spokane Tribe of Indians (\$5,394,000), Liquor Revolving Account (\$98,876,000), and General Fund Appropriation for other tax distributions (\$80,000).

1 General Fund Appropriation for marijuana excise  
2 tax distributions. . . . . \$30,000,000

3 The total expenditures from the state treasury under the  
4 appropriations in this section shall not exceed the funds available  
5 under statutory distributions for the stated purposes.

6 NEW SECTION. **Sec. 802. FOR THE STATE TREASURER—FOR THE COUNTY**  
7 **CRIMINAL JUSTICE ASSISTANCE ACCOUNT**

8 Impaired Driving Safety Appropriation. . . . . \$2,110,000

9 The appropriation in this section is subject to the following  
10 conditions and limitations: The amount appropriated in this section  
11 shall be distributed quarterly during the 2017-2019 fiscal biennium  
12 in accordance with RCW 82.14.310. This funding is provided to  
13 counties for the costs of implementing criminal justice legislation  
14 including, but not limited to: Chapter 206, Laws of 1998 (drunk  
15 driving penalties); chapter 207, Laws of 1998 (DUI penalties);  
16 chapter 208, Laws of 1998 (deferred prosecution); chapter 209, Laws  
17 of 1998 (DUI/license suspension); chapter 210, Laws of 1998 (ignition  
18 interlock violations); chapter 211, Laws of 1998 (DUI penalties);  
19 chapter 212, Laws of 1998 (DUI penalties); chapter 213, Laws of 1998  
20 (intoxication levels lowered); chapter 214, Laws of 1998 (DUI  
21 penalties); and chapter 215, Laws of 1998 (DUI provisions).

22 NEW SECTION. **Sec. 803. FOR THE STATE TREASURER—MUNICIPAL**  
23 **CRIMINAL JUSTICE ASSISTANCE ACCOUNT**

24 Impaired Driver Safety Appropriation. . . . . \$1,407,000

25 The appropriation in this section is subject to the following  
26 conditions and limitations: The amount appropriated in this section  
27 shall be distributed quarterly during the 2017-2019 fiscal biennium  
28 to all cities ratably based on population as last determined by the  
29 office of financial management. The distributions to any city that  
30 substantially decriminalizes or repeals its criminal code after July  
31 1, 1990, and that does not reimburse the county for costs associated  
32 with criminal cases under RCW 3.50.800 or 3.50.805(2), shall be made  
33 to the county in which the city is located. This funding is provided  
34 to cities for the costs of implementing criminal justice legislation  
35 including, but not limited to: Chapter 206, Laws of 1998 (drunk  
36 driving penalties); chapter 207, Laws of 1998 (DUI penalties);  
37 chapter 208, Laws of 1998 (deferred prosecution); chapter 209, Laws

1 of 1998 (DUI/license suspension); chapter 210, Laws of 1998 (ignition  
2 interlock violations); chapter 211, Laws of 1998 (DUI penalties);  
3 chapter 212, Laws of 1998 (DUI penalties); chapter 213, Laws of 1998  
4 (intoxication levels lowered); chapter 214, Laws of 1998 (DUI  
5 penalties); and chapter 215, Laws of 1998 (DUI provisions).

6 NEW SECTION. **Sec. 804. FOR THE STATE TREASURER—FEDERAL REVENUES**  
7 **FOR DISTRIBUTION**

8	General Fund Appropriation for federal flood control	
9	funds distribution. . . . .	\$50,000
10	General Fund Appropriation for federal grazing	
11	fees distribution. . . . .	\$43,000
12	General Fund Appropriation for federal military	
13	fees distribution. . . . .	\$601,000
14	Forest Reserve Fund Appropriation for federal	
15	forest reserve fund distribution. . . . .	\$4,610,000

16 The total expenditures from the state treasury under the  
17 appropriations in this section shall not exceed the funds available  
18 under statutory distributions for the stated purposes.

19 NEW SECTION. **Sec. 805. FOR THE STATE TREASURER—TRANSFERS**

20	State Treasurer's Service Account: For transfer to	
21	the state general fund, \$6,000,000 for fiscal year	
22	2018 and \$6,000,000 for fiscal year 2019. . . . .	\$12,000,000
23	Public Works Assistance Account: For transfer	
24	to the education legacy trust account, \$71,814,000	
25	for fiscal year 2018 and \$55,599,000 for fiscal	
26	year 2019. . . . .	\$127,413,000
27	Waste Reduction/Recycling/Litter Control Account:	
28	For transfer to the parks renewal and stewardship	
29	account, \$5,000,000 for fiscal year 2018 and	
30	\$5,000,000 for fiscal year 2019. . . . .	\$10,000,000
31	Criminal Justice Treatment Account: For transfer to	
32	the state general fund, \$4,450,000 for fiscal	
33	year 2018 and \$4,450,000 for fiscal year 2019. . . . .	\$8,900,000
34	Dedicated Marijuana Account: For transfer to	
35	the basic health plan trust account, the lesser	
36	of the amount determined pursuant to RCW 69.50.540	
37	or this amount for fiscal year 2018, \$156,763,000 and	

1        this amount for fiscal year 2019, \$170,358,000. . .    \$327,121,000  
2    Dedicated Marijuana Account: For transfer to  
3        the state general fund, the lesser of the amount  
4        determined pursuant to RCW 69.50.540 or this amount  
5        for fiscal year 2018, \$102,602,000 and this amount  
6        for fiscal year 2019, \$114,816,000. . . . .    \$217,418,000  
7    Aquatic Lands Enhancement Account: For transfer to  
8        the clean up settlement account as repayment of  
9        the loan provided in section 3022(2) chapter 2,  
10       Laws of 2012, 2nd sp. sess. (ESB 6074 2012  
11       supplemental capital budget), \$620,000 for fiscal  
12       year 2018 and \$620,000 for fiscal year 2019. . . . .    \$1,240,000  
13    Tobacco Settlement Account: For transfer to the  
14       state general fund, in an amount not to exceed the  
15       actual amount of the annual base payment to the  
16       tobacco settlement account for fiscal year 2018. . .    \$101,639,000  
17    Tobacco Settlement Account: For transfer to the  
18       state general fund, in an amount not to exceed the  
19       actual amount of the annual base payment to the  
20       tobacco settlement account for fiscal year 2019. . .    \$101,639,000  
21    State Toxics Control Account: For transfer to the  
22       cleanup settlement account as repayment of the  
23       loan provided in section 3022(2) chapter 2,  
24       Laws of 2012, 2nd sp. sess. (ESB 6074, 2012  
25       supplemental capital budget), \$620,000 for  
26       fiscal year 2018 and \$620,000 for fiscal  
27       year 2019. . . . .    \$1,240,000  
28    General Fund: For transfer to the streamlined sales  
29       and use tax account, \$22,904,000 for fiscal  
30       year 2018 and \$22,774,000 for fiscal year 2019. . . .    \$45,658,000  
31    Cleanup Settlement Account: For transfer to the  
32       State Efficiency and Restructuring Account for  
33       Fiscal Year 2019. . . . .    \$25,000,000  
34    Tobacco Prevention and Control Account: For transfer  
35       to the state general fund for Fiscal Year 2018. . . .    \$1,000,000  
36    Death Investigations Account: For transfer to  
37       the state general fund, \$1,186,000 for  
38       fiscal year 2018. . . . .    \$1,186,000  
39    Disaster Response Account: For transfer to the state  
40       general fund, \$20,000,000 for fiscal year 2018



1           and \$13,800,000 for fiscal year 2019. . . . . \$33,800,000  
2 Business and Professions Account: For transfer to  
3           the state general fund, \$1,000,000 for fiscal  
4           year 2018. . . . . \$1,000,000  
5 Electrical License Account: For transfer to the state  
6           general fund, \$2,000,000 for fiscal year 2018. . . . . \$2,000,000  
7 New Motor Vehicle Arbitration Account: For transfer  
8           to the state general fund, \$2,000,000 for fiscal  
9           year 2018. . . . . \$2,000,000

(End of part)

**PART IX**  
**MISCELLANEOUS**

NEW SECTION.   **Sec. 901.   EXPENDITURE AUTHORIZATIONS**

The appropriations contained in this act are maximum expenditure authorizations. Pursuant to RCW 43.88.037, moneys disbursed from the treasury on the basis of a formal loan agreement shall be recorded as loans receivable and not as expenditures for accounting purposes. To the extent that moneys are disbursed on a loan basis, the corresponding appropriation shall be reduced by the amount of loan moneys disbursed from the treasury during the 2015-2017 fiscal biennium.

NEW SECTION.   **Sec. 902.   EMERGENCY FUND ALLOCATIONS**

Whenever allocations are made from the governor's emergency fund appropriation to an agency that is financed in whole or in part by other than general fund moneys, the director of financial management may direct the repayment of such allocated amount to the general fund from any balance in the fund or funds which finance the agency. An appropriation is not necessary to effect such repayment.

NEW SECTION.   **Sec. 903.   STATUTORY APPROPRIATIONS**

In addition to the amounts appropriated in this act for revenues for distribution, state contributions to the law enforcement officers' and firefighters' retirement system plan 2 and bond retirement and interest, including ongoing bond registration and transfer charges, transfers, interest on registered warrants, and certificates of indebtedness, there is also appropriated such further amounts as may be required or available for these purposes under any statutory formula or under chapters 39.94, 39.96, and 39.98 RCW or any proper bond covenant made under law.

NEW SECTION.   **Sec. 904.   BOND EXPENSES**

In addition to such other appropriations as are made by this act, there is hereby appropriated to the state finance committee from legally available bond proceeds in the applicable construction or building funds and accounts such amounts as are necessary to pay the expenses incurred in the issuance and sale of the subject bonds.

NEW SECTION.   **Sec. 905.   VOLUNTARY RETIREMENT AND SEPARATION**

1 (1) As a management tool to reduce costs and make more effective  
2 use of resources, while improving employee productivity and morale,  
3 agencies may implement either a voluntary retirement or separation  
4 program, or both, that is cost neutral or results in cost savings,  
5 including costs to the state pension systems, over a two-year period  
6 following the commencement of the program, provided that such a  
7 program is approved by the director of financial management. Agencies  
8 participating in this authorization may offer voluntary retirement  
9 and/or separation incentives and options according to procedures and  
10 guidelines established by the office of financial management in  
11 consultation with the department of retirement systems. The options  
12 may include, but are not limited to, financial incentives for  
13 voluntary separation or retirement. An employee does not have a  
14 contractual right to a financial incentive offered under this  
15 section. Offers shall be reviewed and monitored jointly by the office  
16 of financial management and the department of retirement systems.  
17 Agencies are required to submit a report by the date established by  
18 the office of financial management in the guidelines required in this  
19 section to the legislature and the office of financial management on  
20 the outcome of their approved incentive program. The report should  
21 include information on the details of the program, including the  
22 incentive payment amount for each participant, the total cost to the  
23 state, and the projected or actual net dollar savings over the two-  
24 year period.

25 (2) The department of retirement systems may collect from  
26 employers the actuarial cost of any incentive provided under this  
27 program, or any other incentive to retire provided by employers to  
28 members of the state's pension systems, for deposit in the  
29 appropriate pension account.

30 NEW SECTION. **Sec. 906. COLLECTIVE BARGAINING AGREEMENT—**  
31 **TEAMSTERS LOCAL 117 DEPARTMENT OF CORRECTIONS**

32 An agreement has been reached between the governor and the  
33 international brotherhood of teamsters local 117 for the department  
34 of corrections through an interest arbitration award as provided in a  
35 memorandum of understanding between the parties and under the  
36 provisions of chapter 41.80 RCW for the 2017-2019 fiscal biennium.  
37 Funding is provided for the awarded four and one-half percent general  
38 wage increase effective July 1, 2017, a three percent general wage  
39 increase effective July 1, 2018, and a three percent general wage

1 increase effective January 1, 2019. Funding is also provided for  
2 targeted job classification specific increases and increases to  
3 vacation leave accruals.

4 NEW SECTION. **Sec. 907. COLLECTIVE BARGAINING AGREEMENT—WSP**  
5 **TROOPERS ASSOCIATION**

6 An agreement has been reached between the governor and the  
7 Washington state patrol troopers association under the provisions of  
8 chapter 41.56 RCW for the 2017-2019 fiscal biennium. Funding is  
9 provided for a sixteen percent general wage increase for troopers  
10 effective July 1, 2017, and a three percent general wage increase for  
11 troopers effective July 1, 2018. Funding is also provided for a  
12 twenty percent general wage increase for sergeants effective July 1,  
13 2017, and a three percent general wage increase for sergeants  
14 effective July 1, 2018. The agreement also includes and funding is  
15 provided for increases to longevity pay, changes to specialty pay,  
16 and an increase to vacation leave accruals.

17 NEW SECTION. **Sec. 908. COLLECTIVE BARGAINING AGREEMENT—WSP**  
18 **LIEUTENANTS ASSOCIATION**

19 An agreement has been reached between the governor and the  
20 Washington state patrol lieutenants association under the provisions  
21 of chapter 41.56 RCW for the 2017-2019 fiscal biennium. Funding is  
22 provided for a twenty percent general wage increase effective July 1,  
23 2017, and a three percent general wage increase effective July 1,  
24 2018. The agreement also includes and funding is provided for  
25 increases to longevity pay.

26 NEW SECTION. **Sec. 909. COLLECTIVE BARGAINING AGREEMENTS**

27 Sections 906 through 921 and 977 of this act represent the  
28 results of the 2017-2019 collective bargaining process required under  
29 the provisions of chapters 41.80 and 41.56 RCW. Provisions of the  
30 collective bargaining agreements contained in this part are described  
31 in general terms. Only major economic terms are included in the  
32 descriptions. These descriptions do not contain the complete contents  
33 of the agreements. The collective bargaining agreements contained in  
34 this part IV of this act may also be funded by expenditures from  
35 nonappropriated accounts. If positions are funded with lidded grants  
36 or dedicated fund sources with insufficient revenue, additional  
37 funding from other sources is not provided.

1            NEW SECTION.            **Sec. 910.            COLLECTIVE BARGAINING AGREEMENTS—**

2            **GOVERNOR**

3            (1) Under the provisions of chapters 41.80 and 41.56 RCW, the  
4            governor reached tentative agreements for the 2017-2019 fiscal  
5            biennium with the following exclusive bargaining representatives:

6            (a) The Washington federation of state employees;

7            (b) The Washington public employees association;

8            (c) The Washington association of fish and wildlife  
9            professionals;

10           (d) The professional and technical employees local 17;

11           (e) The service employees international union healthcare 1199nw;  
12           and

13           (f) The international brotherhood of teamsters local 117  
14           bargaining units at the department of enterprise services.

15           (2) The legislature rejects the above tentative agreements that  
16           have been reached as a whole.

17           (3) Appropriations are provided in section 737 of this act to  
18           fund the equivalent of a \$500 annual wage increase beginning July 1,  
19           2017, and an additional \$500 annual wage increase beginning July 1,  
20           2018, for all full-time employees, prorated for part-time employees,  
21           including nonrepresented classified employees, employees in the  
22           Washington management service, and employees not subject to the  
23           provisions of chapter 41.06 RCW.

24           (4) Funding for an agreement shall be considered approved  
25           pursuant to RCW 41.80.010, 41.56.473, and 41.56.475 and the parties  
26           shall execute the agreement if the governor and an exclusive  
27           bargaining representative in subsection (1)(a) through (g) of this  
28           section reach a new agreement under chapters 41.80 or 41.56 RCW for  
29           the 2017-2019 fiscal biennium by June 30, 2017, and the agreement  
30           reached under this subsection does not create any future fiscal  
31           liability on the part of the state in excess of the future fiscal  
32           liability created by section 737 of this act for that exclusive  
33           bargaining representative members' proportionate share of funding.

34           NEW SECTION.            **Sec. 911.            COLLECTIVE BARGAINING AGREEMENT—**

35           **COMMUNITY COLLEGES**

36           (1) Under the provisions of chapter 41.80 RCW, tentative  
37           agreements for the 2017-2019 fiscal biennium have been reached  
38           between the following parties:

1 (a) The governor and the Washington federation of state employees  
2 community college coalition and the Washington public employees  
3 association community college coalition;

4 (b) Yakima Valley Community College and the Washington public  
5 employees association; and

6 (c) Highline College and the Washington public employees  
7 association.

8 (2) The legislature rejects the tentative agreements that have  
9 been reached as a whole.

10 (3) An appropriation is provided in section 737 of this act to  
11 fund the equivalent of a \$500 annual wage increase beginning July 1,  
12 2017, and an additional \$500 annual wage increase beginning July 1,  
13 2018, for all full-time employees, prorated for part-time employees,  
14 including nonrepresented classified employees and employees not  
15 subject to the provisions of chapter 41.06 RCW.

16 (4) Funding for an agreement shall be considered approved  
17 pursuant to RCW 41.80.010 if the parties reach a new agreement under  
18 chapter 41.80 RCW for the 2017-2019 fiscal biennium by June 30, 2017,  
19 and the agreement reached under this section does not create any  
20 future fiscal liability on the part of the state in excess of the  
21 future fiscal liability created by section 737 of this act for that  
22 exclusive bargaining representative members' proportionate share of  
23 funding for that exclusive bargaining representative members'  
24 proportionate share of funding.

25 NEW SECTION. **Sec. 912. COLLECTIVE BARGAINING AGREEMENT—THE**  
26 **EVERGREEN STATE COLLEGE**

27 (1) A tentative agreement has been reached between The Evergreen  
28 State College and the Washington federation of state employees under  
29 the provisions of chapter 41.80 RCW for the 2017-2019 fiscal  
30 biennium. The legislature rejects the tentative agreement that has  
31 been reached as a whole. An appropriation is provided in section 737  
32 of this act to fund the equivalent of a \$500 annual wage increase  
33 beginning July 1, 2017, and an additional \$500 annual wage increase  
34 beginning July 1, 2018, for all full-time employees, prorated for  
35 part-time employees, including nonrepresented classified employees  
36 and employees not subject to the provisions of chapter 41.06 RCW.

37 (2) Funding for an agreement shall be considered approved  
38 pursuant to RCW 41.80.010 if the parties reach a new agreement under  
39 chapter 41.80 RCW for the 2017-2019 fiscal biennium by June 30, 2017,

1 and the agreement reached under this section does not create any  
2 future fiscal liability on the part of the state in excess of the  
3 future fiscal liability created by section 737 of this act for that  
4 exclusive bargaining representative members' proportionate share of  
5 funding.

6 NEW SECTION. **Sec. 913. COLLECTIVE BARGAINING AGREEMENT—WESTERN**  
7 **WASHINGTON UNIVERSITY**

8 (1) Tentative agreements have been reached between the Western  
9 Washington University and the Washington federation of state  
10 employees and the public schools employees of Washington under the  
11 provisions of chapter 41.80 RCW for the 2017-2019 fiscal biennium.  
12 The legislature rejects the tentative agreements that have been  
13 reached as a whole. An appropriation is provided in section 737 of  
14 this act to fund the equivalent of a \$500 annual wage increase  
15 beginning July 1, 2017, and an additional \$500 annual wage increase  
16 beginning July 1, 2018, for all full-time employees, prorated for  
17 part-time employees, including nonrepresented classified employees  
18 and employees not subject to the provisions of chapter 41.06 RCW.

19 (2) Funding for an agreement shall be considered approved  
20 pursuant to RCW 41.80.010 if the parties reach a new agreement under  
21 chapter 41.80 RCW for the 2017-2019 fiscal biennium by June 30, 2017,  
22 and the agreement reached under this section does not create any  
23 future fiscal liability on the part of the state in excess of the  
24 future fiscal liability created by section 737 of this act for that  
25 exclusive bargaining representative members' proportionate share of  
26 funding.

27 NEW SECTION. **Sec. 914. COLLECTIVE BARGAINING AGREEMENT—EASTERN**  
28 **WASHINGTON UNIVERSITY**

29 (1) A tentative agreement has been reached between Eastern  
30 Washington University and the Washington federation of state  
31 employees under the provisions of chapter 41.80 RCW for the 2017-2019  
32 fiscal biennium. The legislature rejects the tentative agreement that  
33 has been reached as a whole. An appropriation is provided in section  
34 737 of this act to fund the equivalent of a \$500 annual wage increase  
35 beginning July 1, 2017, and an additional \$500 annual wage increase  
36 beginning July 1, 2018, for all full-time employees, prorated for  
37 part-time employees, including nonrepresented classified employees  
38 and employees not subject to the provisions of chapter 41.06 RCW.

1 (2) Funding for an agreement shall be considered approved  
2 pursuant to RCW 41.80.010 if the parties reach a new agreement under  
3 chapter 41.80 RCW for the 2017-2019 fiscal biennium by June 30, 2017,  
4 and the agreement reached under this section does not create any  
5 future fiscal liability on the part of the state in excess of the  
6 future fiscal liability created by section 737 of this act for that  
7 exclusive bargaining representative members' proportionate share of  
8 funding.

9 NEW SECTION. **Sec. 915. COLLECTIVE BARGAINING AGREEMENT—CENTRAL**  
10 **WASHINGTON UNIVERSITY**

11 (1) Tentative agreements have been reached between Central  
12 Washington University and the Washington federation of state  
13 employees and the public schools employees of Washington under the  
14 provisions of chapter 41.80 RCW for the 2017-2019 fiscal biennium.  
15 The legislature rejects the tentative agreements that have been  
16 reached as a whole. An appropriation is provided in section 737 of  
17 this act to fund the equivalent of a \$500 annual wage increase  
18 beginning July 1, 2017, and an additional \$500 annual wage increase  
19 beginning July 1, 2018, for all full-time employees, prorated for  
20 part-time employees, including nonrepresented classified employees  
21 and employees not subject to the provisions of chapter 41.06 RCW.

22 (2) Funding for an agreement shall be considered approved  
23 pursuant to RCW 41.80.010 if the parties reach a new agreement under  
24 chapter 41.80 RCW for the 2017-2019 fiscal biennium by June 30, 2017,  
25 and the agreement reached under this section does not create any  
26 future fiscal liability on the part of the state in excess of the  
27 future fiscal liability created by section 737 of this act for that  
28 exclusive bargaining representative members' proportionate share of  
29 funding.

30 NEW SECTION. **Sec. 916. COLLECTIVE BARGAINING AGREEMENT—**  
31 **UNIVERSITY OF WASHINGTON**

32 (1) Tentative agreements have been reached between the University  
33 of Washington and the Washington federation of state employees and  
34 the service employees international union 925 under the provisions of  
35 chapter 41.80 RCW for the 2017-2019 fiscal biennium. The legislature  
36 rejects the tentative agreements that have been reached as a whole.  
37 An appropriation is provided in section 737 of this act to fund the  
38 equivalent of a \$500 annual wage increase beginning July 1, 2017, and



1 an additional \$500 annual wage increase beginning July 1, 2018, for  
2 all full-time employees, prorated for part-time employees, including  
3 nonrepresented classified employees and employees not subject to the  
4 provisions of chapter 41.06 RCW.

5 (2) Funding for an agreement shall be considered approved  
6 pursuant to RCW 41.80.010 if the parties reach a new agreement under  
7 chapter 41.80 RCW for the 2017-2019 fiscal biennium by June 30, 2017,  
8 and the agreement reached under this section does not create any  
9 future fiscal liability on the part of the state in excess of the  
10 future fiscal liability created by section 737 of this act for that  
11 exclusive bargaining representative members' proportionate share of  
12 funding.

13 NEW SECTION. **Sec. 917. COLLECTIVE BARGAINING AGREEMENT—**  
14 **WASHINGTON STATE UNIVERSITY**

15 (1) Tentative agreements have been reached between the Washington  
16 State University and the Washington federation of state employees,  
17 the public schools employees of Washington, and the Washington State  
18 University police guild under the provisions of chapter 41.80 RCW for  
19 the 2017-2019 fiscal biennium. The legislature rejects the tentative  
20 agreements that have been reached as a whole. An appropriation is  
21 provided in section 737 of this act to fund the equivalent of a \$500  
22 annual wage increase beginning July 1, 2017, and an additional \$500  
23 annual wage increase beginning July 1, 2018, for all full-time  
24 employees, prorated for part-time employees, including nonrepresented  
25 classified employees and employees not subject to the provisions of  
26 chapter 41.06 RCW.

27 (2) Funding for an agreement shall be considered approved  
28 pursuant to RCW 41.80.010 if the parties reach a new agreement under  
29 chapter 41.80 RCW for the 2017-2019 fiscal biennium by June 30, 2017,  
30 and the agreement reached under this section does not create any  
31 future fiscal liability on the part of the state in excess of the  
32 future fiscal liability created by section 737 of this act for that  
33 exclusive bargaining representative members' proportionate share of  
34 funding.

35 NEW SECTION. **Sec. 918. FOR THE COLLECTIVE BARGAINING AGREEMENT**  
36 **FOR NONSTATE EMPLOYEES—LANGUAGE ACCESS PROVIDERS WFSE LANGUAGE ACCESS**  
37 **PROVIDERS WFSE**

1 An agreement has been reached between the governor and the  
2 Washington federation of state employees for the language access  
3 providers under the provisions of chapter 41.56 RCW for the 2017-2019  
4 fiscal biennium. The legislature rejects the tentative agreement that  
5 has been reached as a whole.

6 NEW SECTION. **Sec. 919. FOR THE COLLECTIVE BARGAINING AGREEMENT**  
7 **FOR NONSTATE EMPLOYEES—SEIU HEALTHCARE 775NW HOMECARE WORKERS SEIU**  
8 **HEALTHCARE 775NW HOMECARE WORKERS**

9 An agreement has been reached between the governor and the  
10 service employees international union healthcare 775nw under the  
11 provisions of chapter 74.39A and 41.56 RCW for the 2017-2019 fiscal  
12 biennium. The legislature rejects the tentative agreement that has  
13 been reached as a whole. An appropriation is provided in section 205  
14 and section 206 of this act to fund a vendor rate increase of 2.0  
15 percent on July 1, 2017, and 2.0 percent on July 1, 2018.

16 NEW SECTION. **Sec. 920. FOR THE COLLECTIVE BARGAINING AGREEMENT**  
17 **FOR NONSTATE EMPLOYEES—SEIU LOCAL 925 CHILDCARE WORKERS SEIU LOCAL**  
18 **925 CHILDCARE WORKERS**

19 An agreement has been reached between the governor and the  
20 service employees international union local 925 under the provisions  
21 of chapter 41.56 RCW for the 2017-2019 fiscal biennium. The  
22 legislature rejects the tentative agreement that has been reached as  
23 a whole. Appropriations are provided in sections 202 and 207 of this  
24 act to fund a 1.0 percent base rate increase for licensed family home  
25 providers, a \$1.25 per hour rate increase for Family, Friend, and  
26 Neighbor providers, and a 4.25 percent increase for health insurance  
27 premiums.

28 NEW SECTION. **Sec. 921. FOR THE COLLECTIVE BARGAINING AGREEMENT**  
29 **FOR NONSTATE EMPLOYEES—WSRCC ADULT FAMILY HOMES WSRCC ADULT FAMILY**  
30 **HOMES**

31 An agreement has been reached between the governor and the  
32 Washington state residential care council under the provisions of  
33 chapter 41.56 RCW for the 2017-2019 fiscal biennium. The legislature  
34 rejects the tentative agreement that has been reached as a whole. An  
35 appropriation is provided in section 205 and section 206 of this act

1 to fund a vendor rate increase of 2.0 percent on July 1, 2017, and  
2 2.0 percent on July 1, 2018.

3 NEW SECTION. **Sec. 922. COMPENSATION—REPRESENTED EMPLOYEES—**  
4 **SUPER COALITION—INSURANCE BENEFITS**

5 A tentative health care benefits agreement has been reached for  
6 the 2017-2019 fiscal biennium between the governor and the health  
7 care super coalition under the provisions of chapter 41.80 RCW.  
8 Appropriations in this act for state agencies, including institutions  
9 of higher education, and the appropriations in section 735 of this  
10 act are sufficient to implement the provisions of the 2017-2019  
11 collective bargaining agreement and are subject to the following  
12 conditions and limitations:

13 (1)(a) The monthly employer funding rate for insurance benefit  
14 premiums, public employees' benefits board administration, and the  
15 uniform medical plan shall not exceed \$889 per eligible employee for  
16 fiscal year 2018. For fiscal year 2019, the monthly employer funding  
17 rate shall not exceed \$920 per eligible employee.

18 (b) The health care authority shall make modifications that will  
19 reduce the actuarial value of the uniform medical plan by one percent  
20 effective January 1, 2018, and one percent effective January 1, 2019,  
21 and to reduce the actuarial value of the managed health care plans by  
22 0.6 percent effective January 1, 2018, and 0.6 percent effective  
23 January 1, 2019.

24 (c) Except as prohibited by the tentative health care benefits  
25 agreement, in order to achieve the level of funding provided for  
26 health benefits, the public employees' benefits board shall require  
27 any or all of the following: Employee premium copayments, increases  
28 in point-of-service cost sharing, the implementation of managed  
29 competition, or make other changes to benefits consistent with RCW  
30 41.05.065, but in no case to increase the actuarial value of the  
31 plans offered as compared to the comparable plans offered to  
32 enrollees in calendar year 2017 or beyond the reductions specified in  
33 this section.

34 (d) The health care authority shall deposit any moneys received  
35 on behalf of the uniform medical plan as a result of rebates on  
36 prescription drugs, audits of hospitals, subrogation payments, or any  
37 other moneys recovered as a result of prior uniform medical plan  
38 claims payments, into the public employees' and retirees' insurance

1 account to be used for insurance benefits. Such receipts shall not be  
2 used for 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 2018 and 2019, the subsidy shall be  
8 up to \$150.00 per month.

9 (3) All savings resulting from reduced claim costs or other  
10 factors identified after December 31, 2016, must be reserved for  
11 funding employee health benefits in the 2019-2021 fiscal biennium.

12 NEW SECTION. **Sec. 923. COMPENSATION—REPRESENTED EMPLOYEES**  
13 **OUTSIDE SUPER COALITION—INSURANCE BENEFITS**

14 Appropriations for state agencies in this act, and the  
15 appropriations in sections 735 and 736 of this act, are sufficient  
16 for represented employees outside the super coalition for health  
17 benefits, and are subject to the following conditions and  
18 limitations:

19 (1)(a) The monthly employer funding rate for insurance benefit  
20 premiums, public employees' benefits board administration, and the  
21 uniform medical plan shall not exceed \$889 per eligible employee for  
22 fiscal year 2018. For fiscal year 2019, the monthly employer funding  
23 rate shall not exceed \$920 per eligible employee.

24 (b) The health care authority shall make modifications that will  
25 reduce the actuarial value of the uniform medical plan by one percent  
26 effective January 1, 2018, and one percent effective January 1, 2019,  
27 and to reduce the actuarial value of the managed health care plans by  
28 0.6 percent effective January 1, 2018, and 0.6 percent effective  
29 January 1, 2019.

30 (c) Except as prohibited by the tentative health care benefits  
31 agreement, in order to achieve the level of funding provided for  
32 health benefits, the public employees' benefits board shall require  
33 any or all of the following: Employee premium copayments, increases  
34 in point-of-service cost sharing, the implementation of managed  
35 competition, or make other changes to benefits consistent with RCW  
36 41.05.065, but in no case to increase the actuarial value of the  
37 plans offered as compared to the comparable plans offered to  
38 enrollees in calendar year 2017 or beyond the reduction specified in  
39 this section.

1 (d) The health care authority shall deposit any moneys received  
2 on behalf of the uniform medical plan as a result of rebates on  
3 prescription drugs, audits of hospitals, subrogation payments, or any  
4 other moneys recovered as a result of prior uniform medical plan  
5 claims payments, into the public employees' and retirees' insurance  
6 account to be used for insurance benefits. Such receipts shall not be  
7 used for administrative expenditures.

8 (2) The health care authority, subject to the approval of the  
9 public employees' benefits board, shall provide subsidies for health  
10 benefit premiums to eligible retired or disabled public employees and  
11 school district employees who are eligible for medicare, pursuant to  
12 RCW 41.05.085. For calendar years 2018 and 2019, the subsidy shall be  
13 up to \$150.00 per month.

14 (3) All savings resulting from reduced claim costs or other  
15 factors identified after December 31, 2016, must be reserved for  
16 funding employee health benefits in the 2019-2021 fiscal biennium.

17 NEW SECTION. **Sec. 924. COMPENSATION—NONREPRESENTED EMPLOYEES—**  
18 **INSURANCE BENEFITS**

19 Appropriations for state agencies in this act, and the  
20 appropriations in section 736 of this act, are sufficient for  
21 nonrepresented state employee health benefits for state agencies,  
22 including institutions of higher education, and are subject to the  
23 following conditions and limitations:

24 (1)(a) The monthly employer funding rate for insurance benefit  
25 premiums, public employees' benefits board administration, and the  
26 uniform medical plan, shall not exceed \$889 per eligible employee for  
27 fiscal year 2018. For fiscal year 2019, the monthly employer funding  
28 rate shall not exceed \$920 per eligible employee.

29 (b) The health care authority shall make modifications that will  
30 reduce the actuarial value of the uniform medical plan by one percent  
31 effective January 1, 2018, and one percent effective January 1, 2019,  
32 and to reduce the actuarial value of the managed health care plans by  
33 0.6 percent effective January 1, 2018, and 0.6 percent effective  
34 January 1, 2019.

35 (c) Except as prohibited by the tentative health care benefits  
36 agreement, in order to achieve the level of funding provided for  
37 health benefits, the public employees' benefits board shall require  
38 any or all of the following: Employee premium copayments, increases  
39 in point-of-service cost sharing, the implementation of managed

1 competition, or make other changes to benefits consistent with RCW  
2 41.05.065, but in no case to increase the actuarial value of the  
3 plans offered as compared to the comparable plans offered to  
4 enrollees in calendar year 2017 or beyond the reduction specified in  
5 this section.

6 (d) The health care authority shall deposit any moneys received  
7 on behalf of the uniform medical plan as a result of rebates on  
8 prescription drugs, audits of hospitals, subrogation payments, or any  
9 other moneys recovered as a result of prior uniform medical plan  
10 claims payments, into the public employees' and retirees' insurance  
11 account to be used for insurance benefits. Such receipts shall not be  
12 used for administrative expenditures.

13 (2) The health care authority, subject to the approval of the  
14 public employees' benefits board, shall provide subsidies for health  
15 benefit premiums to eligible retired or disabled public employees and  
16 school district employees who are eligible for medicare, pursuant to  
17 RCW 41.05.085. For calendar years 2018 and 2019, the subsidy shall be  
18 up to \$150.00 per month.

19 (3) Technical colleges, school districts, and educational service  
20 districts shall remit to the health care authority for deposit into  
21 the public employees' and retirees' insurance account established in  
22 RCW 41.05.120 the following amounts:

23 (a) For each full-time employee, \$65.85 per month beginning  
24 September 1, 2017, and \$69.82 beginning September 1, 2018; and

25 (b) For each part-time employee, who at the time of the  
26 remittance is employed in an eligible position as defined in RCW  
27 41.32.010 or 41.40.010 and is eligible for employer fringe benefit  
28 contributions for basic benefits, \$65.85 each month beginning  
29 September 1, 2017, and \$69.82 beginning September 1, 2018, prorated  
30 by the proportion of employer fringe benefit contributions for a  
31 full-time employee that the part-time employee receives. The  
32 remittance requirements specified in this subsection (3) shall not  
33 apply to employees of a technical college, school district, or  
34 educational service district who purchase insurance benefits through  
35 contracts with the health care authority.

36 (4) All savings resulting from reduced claim costs or other  
37 factors identified after December 31, 2016, must be reserved for  
38 funding employee health benefits in the 2019-2021 fiscal biennium.

1 General wage increases authorized in parts 7 and 9 of this act do  
2 not apply to state employees covered by Initiative Measure No. 732.

3 NEW SECTION. **Sec. 926. COMPENSATION—REVISE PENSION CONTRIBUTION**  
4 **RATES**

5 The appropriations in this act for school districts and state  
6 agencies, including institutions of higher education, are subject to  
7 the following conditions and limitations: Appropriations are adjusted  
8 to reflect changes to agency appropriations to reflect pension  
9 contribution rates adopted by the pension funding council and the law  
10 enforcement officers' and firefighters' retirement system plan 2  
11 board.

12 **Sec. 927.** RCW 19.28.351 and 2013 2nd sp.s. c 4 s 956 are each  
13 amended to read as follows:

14 All sums received from licenses, permit fees, or other sources,  
15 herein shall be paid to the state treasurer and placed in a special  
16 fund designated as the "electrical license fund," and paid out upon  
17 vouchers duly and regularly issued therefor and approved by the  
18 director of labor and industries or the director's designee following  
19 determination by the board that the sums are necessary to accomplish  
20 the intent of this chapter ((19.28 RCW)). The treasurer shall keep an  
21 accurate record of payments into, or receipts of, the fund, and of  
22 all disbursements therefrom.

23 During the ((2013-2015)) 2017-2019 biennium, the legislature may  
24 direct the state treasurer to make transfers of moneys ((from)) in  
25 the electrical license fund to the state general fund ((such amounts  
26 as reflect the excess fund balance of the fund)).

27 **Sec. 928.** RCW 19.118.110 and 2008 c 93 s 1 are each amended to  
28 read as follows:

29 If the new motor vehicle will be registered in the state of  
30 Washington, a three-dollar arbitration fee shall be collected by  
31 either the new motor vehicle dealer or vehicle lessor from the  
32 consumer upon execution of a retail sale or lease agreement. The fee  
33 shall be forwarded to the department of licensing at the time of  
34 title application for deposit in the new motor vehicle arbitration  
35 account hereby created in the state treasury. Moneys in the account  
36 shall be used for the purposes of this chapter, subject to  
37 appropriation. During the 1995-97 fiscal biennium, the legislature

1 may transfer moneys from the account to the extent that the moneys  
2 are not necessary for the purposes of this chapter.

3 At the end of each fiscal year, the attorney general shall  
4 prepare a report listing the annual revenue generated and the  
5 expenses incurred in implementing and operating the arbitration  
6 program under this chapter.

7 During the 2017-2019 fiscal biennium, the legislature may direct  
8 the state treasurer to make transfers of moneys in the new motor  
9 vehicle arbitration account to the state general fund.

10 **Sec. 929.** RCW 28B.15.031 and 2015 3rd sp.s. c 36 s 1 are each  
11 amended to read as follows:

12 (1) The term "operating fees" as used in this chapter shall  
13 include the fees, other than building fees, charged all students  
14 registering at the state's colleges and universities but shall not  
15 include fees for short courses, self-supporting degree credit  
16 programs and courses, marine station work, experimental station work,  
17 correspondence or extension courses, and individual instruction and  
18 student deposits or rentals, disciplinary and library fines, which  
19 colleges and universities shall have the right to impose, laboratory,  
20 gymnasium, health, technology and student activity fees, or fees,  
21 charges, rentals, and other income derived from any or all revenue  
22 producing lands, buildings and facilities of the colleges or  
23 universities heretofore or hereafter acquired, constructed or  
24 installed, including but not limited to income from rooms,  
25 dormitories, dining rooms, hospitals, infirmaries, housing or student  
26 activity buildings, vehicular parking facilities, land, or the  
27 appurtenances thereon, or such other special fees as may be  
28 established by any college or university board of trustees or regents  
29 from time to time. All moneys received as operating fees at any  
30 institution of higher education shall be deposited in a local account  
31 containing only operating fees revenue and related interest:  
32 PROVIDED, That a minimum of four percent of operating fees shall be  
33 retained by four-year institutions of higher education and a minimum  
34 of three and one-half percent of operating fees shall be retained by  
35 the community and technical colleges for the purposes of RCW  
36 28B.15.820. At least thirty percent of operating fees required to be  
37 retained by the four-year institutions for purposes of RCW 28B.15.820  
38 shall be used only for the purposes of RCW 28B.15.820(10).



1 (2) In addition to the three and one-half percent of operating  
2 fees retained by the institutions under subsection (1) of this  
3 section, except as provided in subsection (4) of this section, up to  
4 three percent of operating fees charged to students at community and  
5 technical colleges shall be transferred to the community and  
6 technical college innovation account for the implementation of the  
7 college board's strategic technology plan in RCW 28B.50.515. The  
8 percentage to be transferred to the community and technical college  
9 innovation account shall be determined by the college board each year  
10 but shall not exceed three percent of the operating fees collected  
11 each year.

12 (3) Local operating fee accounts shall not be subject to  
13 appropriation by the legislature but shall be subject to allotment  
14 procedures by budget program and fiscal year under chapter 43.88 RCW.

15 (4) For the 2017-2019 fiscal biennium, up to one percent of  
16 operating fees charged to students at community and technical  
17 colleges and the amount for the payment of principal of and interest  
18 on financing contracts, such as certificates of participation issued  
19 for the innovation account under chapter 39.94 RCW and authorized by  
20 the legislature, shall be transferred to the community and technical  
21 college innovation account for the implementation of the college  
22 board's strategic technology plan in RCW 28B.50.515. The amount to be  
23 transferred to the community and technical college innovation account  
24 shall be determined by the college board each year but shall not  
25 exceed one percent of operating fees collected each year and the  
26 amount for the payment of principal of and interest on financing  
27 contracts. The percentage to be transferred to the community and  
28 technical college innovation account shall increase up to three  
29 percent when the pilot phase of the ctclink project funded through  
30 the community and technical college innovation account created in RCW  
31 28B.50.515 is completed.

32 **Sec. 930.** RCW 28B.15.210 and 2015 3rd sp.s. c 3 s 7027 are each  
33 amended to read as follows:

34 Within thirty-five days from the date of collection thereof, all  
35 building fees at the University of Washington, including building  
36 fees to be charged students registering in the schools of medicine  
37 and dentistry, shall be paid into the state treasury and credited as  
38 follows:

1 One-half or such larger portion as may be necessary to prevent a  
2 default in the payments required to be made out of the bond  
3 retirement fund to the "University of Washington bond retirement  
4 fund" and the remainder thereof to the "University of Washington  
5 building account." The sum so credited to the University of  
6 Washington building account shall be used exclusively for the purpose  
7 of erecting, altering, maintaining, equipping, or furnishing  
8 buildings, and for certificates of participation under chapter 39.94  
9 RCW, except for any sums transferred as authorized in RCW  
10 28B.20.725(3). The sum so credited to the University of Washington  
11 bond retirement fund shall be used for the payment of principal of  
12 and interest on bonds outstanding as provided by chapter 28B.20 RCW  
13 except for any sums transferred as authorized in RCW 28B.20.725(5).  
14 During the 2013-2015 biennium, sums credited to the University of  
15 Washington building account shall also be used for routine facility  
16 maintenance, utility costs, and facility condition assessments.  
17 During the 2015-2017 (~~biennium~~) and 2017-2019 fiscal biennia, sums  
18 credited to the University of Washington building account shall also  
19 be used for routine facility maintenance, utility costs, and facility  
20 condition assessments.

21 **Sec. 931.** RCW 28B.15.310 and 2015 3rd sp.s. c 3 s 7026 are each  
22 amended to read as follows:

23 Within thirty-five days from the date of collection thereof, all  
24 building fees shall be paid and credited as follows: To the  
25 Washington State University bond retirement fund, one-half or such  
26 larger portion as may be necessary to prevent a default in the  
27 payments required to be made out of such bond retirement fund; and  
28 the remainder thereof to the Washington State University building  
29 account.

30 The sum so credited to the Washington State University building  
31 account shall be expended by the board of regents for buildings,  
32 equipment, or maintenance on the campus of Washington State  
33 University as may be deemed most advisable and for the best interests  
34 of the university, and for certificates of participation under  
35 chapter 39.94 RCW, except for any sums transferred as authorized by  
36 law. During the 2013-2015 biennium, sums credited to the Washington  
37 State University building account shall also be used for routine  
38 facility maintenance, utility costs, and facility condition  
39 assessments. During the 2015-2017 (~~biennium~~) and 2017-2019 fiscal

1 biennia, sums credited to the Washington State University building  
2 account shall also be used for routine facility maintenance, utility  
3 costs, and facility condition assessments. Expenditures so made shall  
4 be accounted for in accordance with existing law and shall not be  
5 expended until appropriated by the legislature.

6 The sum so credited to the Washington State University bond  
7 retirement fund shall be used to pay and secure the payment of the  
8 principal of and interest on building bonds issued by the university,  
9 except for any sums which may be transferred out of such fund as  
10 authorized by law.

11 **Sec. 932.** RCW 28B.15.910 and 2015 c 55 s 224 are each amended to  
12 read as follows:

13 (1) For the purpose of providing state general fund support to  
14 public institutions of higher education, except for revenue waived  
15 under programs listed in subsections (3) and (4) of this section, and  
16 unless otherwise expressly provided in the omnibus state  
17 appropriations act, the total amount of operating fees revenue  
18 waived, exempted, or reduced by a state university, a regional  
19 university, The Evergreen State College, or the community and  
20 technical colleges as a whole, shall not exceed the percentage of  
21 total gross authorized operating fees revenue in this subsection. As  
22 used in this section, "gross authorized operating fees revenue" means  
23 the estimated gross operating fees revenue as estimated under RCW  
24 82.33.020 or as revised by the office of financial management, before  
25 granting any waivers. Except as provided in subsection (6), this  
26 limitation applies to all tuition waiver programs established before  
27 or after July 1, 1992.

- 28 (a) University of Washington. . . . . 21 percent
- 29 (b) Washington State University. . . . . 20 percent
- 30 (c) Eastern Washington University. . . . . 11 percent
- 31 (d) Central Washington University. . . . . 10 percent
- 32 (e) Western Washington University. . . . . 10 percent
- 33 (f) The Evergreen State College. . . . . 10 percent
- 34 (g) Community and technical colleges as a whole. . . . . 35 percent

35 (2) The limitations in subsection (1) of this section apply to  
36 waivers, exemptions, or reductions in operating fees contained in the  
37 following:

- 38 (a) RCW 28B.15.014;
- 39 (b) RCW 28B.15.100;

- 1 (c) RCW 28B.15.225;
- 2 (d) RCW 28B.15.380;
- 3 (e) RCW 28B.15.520;
- 4 (f) RCW 28B.15.526;
- 5 (g) RCW 28B.15.527;
- 6 (h) RCW 28B.15.555;
- 7 (i) RCW 28B.15.556;
- 8 (j) RCW 28B.15.615;
- 9 (k) RCW 28B.15.621 (2) and (4);
- 10 (l) RCW 28B.15.730;
- 11 (m) RCW 28B.15.740;
- 12 (n) RCW 28B.15.750;
- 13 (o) RCW 28B.15.756;
- 14 (p) RCW 28B.50.259; and
- 15 (q) RCW 28B.70.050.

16 (3) The limitations in subsection (1) of this section do not  
17 apply to waivers, exemptions, or reductions in services and  
18 activities fees contained in the following:

- 19 (a) RCW 28B.15.522;
- 20 (b) RCW 28B.15.540;
- 21 (c) RCW 28B.15.558; and
- 22 (d) RCW 28B.15.621(3).

23 (4) The total amount of operating fees revenue waived, exempted,  
24 or reduced by institutions of higher education participating in the  
25 western interstate commission for higher education western  
26 undergraduate exchange program under RCW 28B.15.544 shall not exceed  
27 the percentage of total gross authorized operating fees revenue in  
28 this subsection.

- 29 (a) Washington State University. . . . . 1 percent
- 30 (b) Eastern Washington University. . . . . 3 percent
- 31 (c) Central Washington University. . . . . 3 percent

32 (5) The institutions of higher education will participate in  
33 outreach activities to increase the number of veterans who receive  
34 tuition waivers. Colleges and universities shall revise the  
35 application for admissions so that all applicants shall have the  
36 opportunity to advise the institution that they are veterans who need  
37 assistance. If a person indicates on the application for admissions  
38 that the person is a veteran who is in need of assistance, then the  
39 institution of higher education shall ask the person whether they  
40 have any funds disbursed in accordance with the Montgomery GI Bill

1 available to them. Each institution shall encourage veterans to  
2 utilize funds available to them in accordance with the Montgomery GI  
3 Bill prior to providing the veteran a tuition waiver.

4 (6) For the 2017-18 and 2018-19 academic years, the legislature  
5 hereby lowers the limit on total gross authorized operating fees  
6 revenue waived, exempted, or reduced by state institutions of higher  
7 education pursuant to subsection (1) as follows:

- 8 (a) University of Washington. . . . . 20 percent
- 9 (b) Washington State University. . . . . 19 percent
- 10 (c) Eastern Washington University. . . . . 10 percent
- 11 (d) Central Washington University. . . . . 9 percent
- 12 (e) Western Washington University. . . . . 9 percent
- 13 (f) The Evergreen State College. . . . . 9 percent
- 14 (g) Community colleges as a whole. . . . . 34 percent.

15 **Sec. 933.** RCW 28B.35.370 and 2015 3rd sp.s. c 3 s 7029 are each  
16 amended to read as follows:

17 Within thirty-five days from the date of collection thereof all  
18 building fees of each regional university and The Evergreen State  
19 College shall be paid into the state treasury and these together with  
20 such normal school fund revenues as provided in RCW 28B.35.751 as are  
21 received by the state treasury shall be credited as follows:

22 (1) On or before June 30th of each year the board of trustees of  
23 each regional university and The Evergreen State College, if issuing  
24 bonds payable out of its building fees and above described normal  
25 school fund revenues, shall certify to the state treasurer the  
26 amounts required in the ensuing twelve months to pay and secure the  
27 payment of the principal of and interest on such bonds. The amounts  
28 so certified by each regional university and The Evergreen State  
29 College shall be a prior lien and charge against all building fees  
30 and above described normal school fund revenues of such institution.  
31 The state treasurer shall thereupon deposit the amounts so certified  
32 in the Eastern Washington University capital projects account, the  
33 Central Washington University capital projects account, the Western  
34 Washington University capital projects account, or The Evergreen  
35 State College capital projects account respectively, which accounts  
36 are hereby created in the state treasury. The amounts deposited in  
37 the respective capital projects accounts shall be used to pay and  
38 secure the payment of the principal of and interest on the building  
39 bonds issued by such regional universities and The Evergreen State

1 College as authorized by law. If in any twelve month period it shall  
2 appear that the amount certified by any such board of trustees is  
3 insufficient to pay and secure the payment of the principal of and  
4 interest on the outstanding building and above described normal  
5 school fund revenue bonds of its institution, the state treasurer  
6 shall notify the board of trustees and such board shall adjust its  
7 certificate so that all requirements of moneys to pay and secure the  
8 payment of the principal of and interest on all such bonds then  
9 outstanding shall be fully met at all times.

10 (2) All normal school fund revenue pursuant to RCW 28B.35.751  
11 shall be deposited in the Eastern Washington University capital  
12 projects account, the Central Washington University capital projects  
13 account, the Western Washington University capital projects account,  
14 or The Evergreen State College capital projects account respectively,  
15 which accounts are hereby created in the state treasury. The sums  
16 deposited in the respective capital projects accounts shall be  
17 appropriated and expended to pay and secure the payment of the  
18 principal of and interest on bonds payable out of the building fees  
19 and normal school revenue and for the construction, reconstruction,  
20 erection, equipping, maintenance, demolition and major alteration of  
21 buildings and other capital assets, and the acquisition of sites,  
22 rights-of-way, easements, improvements or appurtenances in relation  
23 thereto except for any sums transferred therefrom as authorized by  
24 law. (~~However, during the 2013-2015 biennium, sums in the respective~~  
25 ~~capital accounts shall also be used for routine facility maintenance,~~  
26 ~~utility costs, and facility condition assessments.~~) However, during  
27 the 2015-2017 (~~biennium~~) and 2017-2019 fiscal biennia, sums in the  
28 respective capital accounts shall also be used for routine facility  
29 maintenance, utility costs, and facility condition assessments.

30 (3) Funds available in the respective capital projects accounts  
31 may also be used for certificates of participation under chapter  
32 39.94 RCW.

33 **Sec. 934.** RCW 28B.50.360 and 2015 3rd sp.s. c 3 s 7030 are each  
34 amended to read as follows:

35 Within thirty-five days from the date of start of each quarter  
36 all collected building fees of each such community and technical  
37 college shall be paid into the state treasury, and shall be credited  
38 as follows:

1 (1) On or before June 30th of each year the college board if  
2 issuing bonds payable out of building fees shall certify to the state  
3 treasurer the amounts required in the ensuing twelve-month period to  
4 pay and secure the payment of the principal of and interest on such  
5 bonds. The state treasurer shall thereupon deposit the amounts so  
6 certified in the community and technical college capital projects  
7 account. Such amounts of the funds deposited in the community and  
8 technical college capital projects account as are necessary to pay  
9 and secure the payment of the principal of and interest on the  
10 building bonds issued by the college board as authorized by this  
11 chapter shall be devoted to that purpose. If in any twelve-month  
12 period it shall appear that the amount certified by the college board  
13 is insufficient to pay and secure the payment of the principal of and  
14 interest on the outstanding building bonds, the state treasurer shall  
15 notify the college board and such board shall adjust its certificate  
16 so that all requirements of moneys to pay and secure the payment of  
17 the principal and interest on all such bonds then outstanding shall  
18 be fully met at all times.

19 (2) The community and technical college capital projects account  
20 is hereby created in the state treasury. The sums deposited in the  
21 capital projects account shall be appropriated and expended to pay  
22 and secure the payment of the principal of and interest on bonds  
23 payable out of the building fees and for the construction,  
24 reconstruction, erection, equipping, maintenance, demolition and  
25 major alteration of buildings and other capital assets owned by the  
26 state board for community and technical colleges in the name of the  
27 state of Washington, and the acquisition of sites, rights-of-way,  
28 easements, improvements or appurtenances in relation thereto,  
29 engineering and architectural services provided by the department of  
30 enterprise services, and for the payment of principal of and interest  
31 on any bonds issued for such purposes. (~~However, during the~~  
32 ~~2013-2015 biennium, sums in the capital projects account shall also~~  
33 ~~be used for routine facility maintenance and utility costs.))  
34 However, during the 2015-2017 ((~~biennium~~)) and 2017-2019 fiscal  
35 biennia, sums in the capital projects account shall also be used for  
36 routine facility maintenance and utility costs.~~

37 (3) Funds available in the community and technical college  
38 capital projects account may also be used for certificates of  
39 participation under chapter 39.94 RCW.

1       **Sec. 935.** RCW 28C.04.535 and 2015 3rd sp.s. c 4 s 948 are each  
2 amended to read as follows:

3       Except for the ((~~2015-16 and 2016-17~~)) 2017-18 and 2018-19 school  
4 years, the Washington award for vocational excellence shall be  
5 granted annually. The workforce training and education coordinating  
6 board shall notify the students receiving the award, their vocational  
7 instructors, local chambers of commerce, the legislators of their  
8 respective districts, and the governor, after final selections have  
9 been made. The workforce training and education coordinating board,  
10 in conjunction with the governor's office, shall prepare appropriate  
11 certificates to be presented to the selected students. Awards shall  
12 be presented in public ceremonies at times and places determined by  
13 the workforce training and education coordinating board in  
14 cooperation with the office of the governor.

15       **Sec. 936.** RCW 36.70A.725 and 2011 c 360 s 7 are each amended to  
16 read as follows:

17       (1) Upon receipt of a work plan submitted to the director under  
18 RCW 36.70A.720(2)(a), the director must submit the work plan to the  
19 technical panel for review.

20       (2) The technical panel shall review the work plan and report to  
21 the director within ((~~forty-five~~)) ninety days after the director  
22 receives the work plan. The technical panel shall assess whether at  
23 the end of ten years after receipt of funding, the work plan, in  
24 conjunction with other existing plans and regulations, will protect  
25 critical areas while maintaining and enhancing the viability of  
26 agriculture in the watershed.

27       (3)(a) If the technical panel determines the proposed work plan  
28 will protect critical areas while maintaining and enhancing the  
29 viability of agriculture in the watershed:

30       (i) It must recommend approval of the work plan; and

31       (ii) The director must approve the work plan.

32       (b) If the technical panel determines the proposed work plan will  
33 not protect critical areas while maintaining and enhancing the  
34 viability of agriculture in the watershed:

35       (i) It must identify the reasons for its determination; and

36       (ii) The director must advise the watershed group of the reasons  
37 for disapproval.

38       (4) The watershed group may modify and resubmit its work plan for  
39 review and approval consistent with this section.



1 (5) If the director does not approve a work plan submitted under  
2 this section within two years and nine months after receipt of  
3 funding, the director shall submit the work plan to the statewide  
4 advisory committee for resolution. If the statewide advisory  
5 committee recommends approval, the director must approve the work  
6 plan.

7 (6) If the director does not approve a work plan for a watershed  
8 within three years after receipt of funding, the provisions of RCW  
9 36.70A.735(2) apply to the watershed.

10 **Sec. 937.** RCW 38.40.210 and 2005 c 252 s 2 are each amended to  
11 read as follows:

12 The military department rental and lease account is created in  
13 the state treasury. All receipts from the rental or lease of state-  
14 owned military department property must be deposited into the  
15 account. Money in the account may be spent only after appropriation.  
16 Expenditures from the account may be used only for operating and  
17 maintenance costs of military property. During the 2017-2019 fiscal  
18 biennium, the account may be used for expenditures for the protection  
19 for occupants of national guard recruiting offices and other  
20 facilities not located on a secure military installation.

21 **Sec. 938.** RCW 41.16.050 and 2007 c 218 s 22 are each amended to  
22 read as follows:

23 (1) There is hereby created and established in the treasury of  
24 each municipality a fund which shall be known and designated as the  
25 firefighters' pension fund, which shall consist of: ~~((+1))~~ (a) All  
26 bequests, fees, gifts, emoluments, or donations given or paid  
27 thereto; ~~((+2))~~ (b) twenty-five percent of all moneys received by  
28 the state from taxes on fire insurance premiums; ~~((+3))~~ (c) taxes  
29 paid pursuant to the provisions of RCW 41.16.060; ~~((+4))~~ (d)  
30 interest on the investments of the fund; and ~~((+5))~~ (e)  
31 contributions by firefighters as provided ~~((for herein))~~ in this  
32 section. Except as provided in subsection (2) of this section, the  
33 moneys received from the tax on fire insurance premiums under the  
34 provisions of this chapter shall be distributed in the proportion  
35 that the number of paid firefighters in the city, town, or fire  
36 protection district bears to the total number of paid firefighters  
37 throughout the state to be ascertained in the following manner: The  
38 secretary of the firefighters' pension board of each city, town, and

1 fire protection district now or hereafter coming under the provisions  
2 of this chapter shall within thirty days after June 7, 1961, and on  
3 or before the fifteenth day of January thereafter, certify to the  
4 state treasurer the number of paid firefighters in the fire  
5 department in such city, town, or fire protection district. For any  
6 city or town annexed by a fire protection district at any time  
7 before, on, or after June 9, 1994, the city or town shall continue to  
8 certify to the state treasurer the number of paid firefighters in the  
9 city or town fire department immediately before annexation until all  
10 obligations against the firefighters' pension fund in the city or  
11 town have been satisfied. For the purposes of the calculation in this  
12 section, the state treasurer shall subtract the number certified by  
13 the annexed city or town from the number of paid firefighters  
14 certified by an annexing fire protection district. The state  
15 treasurer shall on or before the first day of June of each year  
16 deliver to the treasurer of each city, town, and fire protection  
17 district coming under the provisions of this chapter his or her  
18 warrant, payable to each city, town, or fire protection district for  
19 the amount due such city, town or fire protection district  
20 ascertained as herein provided and the treasurer of each such city,  
21 town, or fire protection district shall place the amount thereof to  
22 the credit of the firefighters' pension fund of such city, town, or  
23 fire protection district.

24 (2)(a) For fiscal year 2018 and 2019, twenty-five percent of all  
25 moneys received by the state from taxes on fire insurance premiums  
26 shall be distributed to eligible cities, towns, and fire protection  
27 districts in the amount of two thousand dollars for each firefighter  
28 eligible to receive benefits from the fund or the amount of funds  
29 distributed to that city or town during fiscal year 2017, whichever  
30 is less.

31 (b) To be eligible for a distribution, a city or town must  
32 demonstrate that the tax levy under RCW 41.16.060 is being levied at  
33 the rate of twenty-two and one-half cents per thousand dollars of  
34 assessed value and that the total proceeds from this levy cannot meet  
35 the estimated demands on the fund or maintain the actuarial soundness  
36 of the fund. If any portion of the tax levy under RCW 41.16.060 has  
37 been reduced, in whole or in part, or if the levy is being used for  
38 any other municipal purpose, the city or town is not eligible for a  
39 distribution under (a) of this subsection.

1       (c) The secretary of the firefighters' pension board of each  
2 city, town, and fire protection district under the provisions of this  
3 chapter on the effective date of this section shall by the thirtieth  
4 day of each January certify to the state treasurer the number of  
5 firefighters eligible to receive benefits from its fund in the  
6 preceding calendar year, the total amount of benefits paid from the  
7 fund, the moneys deposited into the fund to maintain its actuarial  
8 soundness, and the total amount of moneys collected from the tax levy  
9 under RCW 41.16.060 the preceding calendar year. To assist the state  
10 treasurer, the department of revenue must audit the tax levy  
11 information provided by the city or town by the first business day of  
12 May.

13       (d) If the state treasurer determines a distribution is due, the  
14 state treasurer shall by the first business day of June of each year  
15 deliver to the treasurer of each city, town, and fire protection  
16 district a warrant payable to each city, town, or fire protection  
17 district for the amount due under this section and the treasurer of  
18 each city, town, or fire protection district shall deposit the  
19 warrant into the firefighters' pension fund of such city, town, or  
20 fire protection district. If any amount remains after distributions  
21 to cities, towns, and fire protection districts, the state treasurer  
22 shall deposit the excess amount into the disaster response account in  
23 RCW 38.52.105.

24       (e) It is the intent of the legislature to continue the policy  
25 under this subsection during the 2019-2021 fiscal biennium as it  
26 investigates whether this distribution should continue or be modified  
27 or terminated.

28       **Sec. 939.** RCW 41.26.450 and 2000 c 247 s 801 are each amended to  
29 read as follows:

30       (1) Port districts established under Title 53 RCW and  
31 institutions of higher education as defined in RCW 28B.10.016 shall  
32 contribute both the employer and state shares of the cost of the  
33 retirement system for any of their employees who are law enforcement  
34 officers.

35       (2) Institutions of higher education shall contribute both the  
36 employer and the state shares of the cost of the retirement system  
37 for any of their employees who are firefighters.

38       (3) Except for fire protection districts under Title 52 RCW,  
39 during the 2017-2019 fiscal biennium, the employer shall contribute

1 both the employer and state shares of the cost of the retirement  
2 system for any of its employees who are members of the Washington law  
3 enforcement officers' and firefighters' retirement system. It is the  
4 intent of the legislature that this policy will be continued in  
5 subsequent biennia.

6 **Sec. 940.** RCW 41.26.725 and 2003 c 93 s 1 are each amended to  
7 read as follows:

8 (1)(a) The board of trustees shall establish contributions as set  
9 forth in this section. Except as provided in (b) of this subsection  
10 the cost of the minimum benefits as defined in this plan shall be  
11 funded on the following ratio:

12	Employee contributions	50%
13	Employer contributions	30%
14	State contributions	20%

15 (b) During the 2017-2019 fiscal biennium, except for employers  
16 that are fire protection districts formed under Title 52 RCW, the  
17 cost of the minimum benefits as defined in this plan shall be funded  
18 on the following ratio: Employer contributions shall be fifty percent  
19 and employee contributions shall be fifty percent. It is the intent  
20 of the legislature that this policy will be continued in subsequent  
21 biennia.

22 (2) The minimum benefits shall constitute a contractual  
23 obligation of the state and the contributing employers and may not be  
24 reduced below the levels in effect on July 1, 2003. The state and the  
25 contributing employers shall maintain the minimum benefits on a sound  
26 actuarial basis in accordance with the actuarial standards adopted by  
27 the board.

28 (3) Increased benefits created as provided for in RCW 41.26.720  
29 are granted on a basis not to exceed the contributions provided for  
30 in this section. In addition to the contributions necessary to  
31 maintain the minimum benefits, for any increased benefits provided  
32 for by the board, the employee contribution shall not exceed fifty  
33 percent of the actuarial cost of the benefit. In no instance shall  
34 the employee cost exceed ten percent of covered payroll without the  
35 consent of a majority of the affected employees. Employer  
36 contributions shall not exceed thirty percent of the cost, but in no  
37 instance shall the employer contribution exceed six percent of

1 covered payroll. State contributions shall not exceed twenty percent  
2 of the cost, but in no instance shall the state contribution exceed  
3 four percent of covered payroll. Employer contributions may not be  
4 increased above the maximum under this section without the consent of  
5 the governing body of the employer. State contributions may not be  
6 increased above the maximum provided for in this section without the  
7 consent of the legislature. In the event that the cost of maintaining  
8 the increased benefits on a sound actuarial basis exceeds the  
9 aggregate contributions provided for in this section, the board shall  
10 submit to the affected members of the plan the option of paying the  
11 increased costs or of having the increased benefits reduced to a  
12 level sufficient to be maintained by the aggregate contributions. The  
13 reduction of benefits in accordance with this section shall not be  
14 deemed a violation of the contractual rights of the members, provided  
15 that no reduction may result in benefits being lower than the level  
16 of the minimum benefits.

17 (4) The board shall manage the trust in a manner that maintains  
18 reasonable contributions and administrative costs. Providing  
19 additional benefits to members and beneficiaries is the board's  
20 priority.

21 **Sec. 941.** RCW 41.26.802 and 2015 3rd sp.s. c 4 s 950 are each  
22 amended to read as follows:

23 (1) By September 30, 2011, if the prior fiscal biennium's general  
24 state revenues exceed the previous fiscal biennium's revenues by more  
25 than five percent, subject to appropriation by the legislature, the  
26 state treasurer shall transfer five million dollars to the local  
27 public safety enhancement account.

28 (2) By September 30, (~~2017~~) 2019, and by September 30 of each  
29 odd-numbered year thereafter, 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 the lesser of one-third of the  
33 increase, or fifty million dollars, to the local public safety  
34 enhancement account.

35 (3) It is the intent of the legislature to fund any distribution  
36 in 2019 dedicated to the local law enforcement officers' and  
37 firefighters' retirement system benefits improvement account through  
38 alternate means, which may include transfers from the law enforcement  
39 officers' and firefighters' plan 2 retirement fund.

1       **Sec. 942.** RCW 41.50.110 and 2015 3rd sp.s. c 4 s 951 are each  
2 amended to read as follows:

3       (1) Except as provided by RCW 41.50.255 and subsection (6) of  
4 this section, all expenses of the administration of the department,  
5 the expenses of administration of the retirement systems, and the  
6 expenses of the administration of the office of the state actuary  
7 created in chapters 2.10, 2.12, 28B.10, 41.26, 41.32, 41.40, 41.34,  
8 41.35, 41.37, 43.43, and 44.44 RCW shall be paid from the department  
9 of retirement systems expense fund.

10       (2) In order to reimburse the department of retirement systems  
11 expense fund on an equitable basis the department shall ascertain and  
12 report to each employer, as defined in RCW 28B.10.400, 41.26.030,  
13 41.32.010, 41.35.010, 41.37.010, or 41.40.010, the sum necessary to  
14 defray its proportional share of the entire expense of the  
15 administration of the retirement system that the employer  
16 participates in during the ensuing biennium or fiscal year whichever  
17 may be required. Such sum is to be computed in an amount directly  
18 proportional to the estimated entire expense of the administration as  
19 the ratio of monthly salaries of the employer's members bears to the  
20 total salaries of all members in the entire system. It shall then be  
21 the duty of all such employers to include in their budgets or  
22 otherwise provide the amounts so required.

23       (3)(a) Except as provided in (b) of this subsection, the  
24 department shall compute and bill each employer, as defined in RCW  
25 28B.10.400, 41.26.030, 41.32.010, 41.35.010, 41.37.010, or 41.40.010,  
26 at the end of each month for the amount due for that month to the  
27 department of retirement systems expense fund and the same shall be  
28 paid as are its other obligations. Such computation as to each  
29 employer shall be made on a percentage rate of salary established by  
30 the department. However, the department may at its discretion  
31 establish a system of billing based upon calendar year quarters in  
32 which event the said billing shall be at the end of each such  
33 quarter.

34       (b) During the 2017-2019 fiscal biennium, the department shall  
35 not bill employers. It is the intent of the legislature that this  
36 policy will be continued in subsequent fiscal biennia.

37       (4) The director may adjust the expense fund contribution rate  
38 for each system at any time when necessary to reflect unanticipated  
39 costs or savings in administering the department.

1 (5) An employer who fails to submit timely and accurate reports  
2 to the department may be assessed an additional fee related to the  
3 increased costs incurred by the department in processing the  
4 deficient reports. Fees paid under this subsection shall be deposited  
5 in the retirement system expense fund.

6 (a) Every six months the department shall determine the amount of  
7 an employer's fee by reviewing the timeliness and accuracy of the  
8 reports submitted by the employer in the preceding six months. If  
9 those reports were not both timely and accurate the department may  
10 prospectively assess an additional fee under this subsection.

11 (b) An additional fee assessed by the department under this  
12 subsection shall not exceed fifty percent of the standard fee.

13 (c) The department shall adopt rules implementing this section.

14 (6) Expenses other than those under RCW 41.34.060(4) shall be  
15 paid pursuant to subsection (1) of this section.

16 (7) During the 2009-2011 and 2011-2013 fiscal biennia, the  
17 legislature may transfer from the department of retirement systems'  
18 expense fund to the state general fund such amounts as reflect the  
19 excess fund balance of the fund. During the 2015-2017 fiscal  
20 biennium, state contributions to the judicial retirement system may  
21 be made in part by appropriations from the department of retirement  
22 systems expense fund.

23 **Sec. 943.** RCW 41.50.255 and 2004 c 242 s 49 are each amended to  
24 read as follows:

25 (1)(a) The director is authorized to pay from the interest  
26 earnings of the trust funds of the public employees' retirement  
27 system, the teachers' retirement system, the Washington state patrol  
28 retirement system, the Washington judicial retirement system, the  
29 judges' retirement system, the school employees' retirement system,  
30 the public safety employees' retirement system, or the law  
31 enforcement officers' and firefighters' retirement system lawful  
32 obligations of the appropriate system for legal expenses and medical  
33 expenses which expenses are primarily incurred for the purpose of  
34 protecting the appropriate trust fund or are incurred in compliance  
35 with statutes governing such funds.

36 (b) The term "legal expense" includes, but is not limited to,  
37 legal services provided through the legal services revolving fund,  
38 fees for expert witnesses, travel expenses, fees for court reporters,  
39 cost of transcript preparation, and reproduction of documents.

1       (c) The term "medical costs" includes, but is not limited to,  
2 expenses for the medical examination or reexamination of members or  
3 retirees, the costs of preparation of medical reports, and fees  
4 charged by medical professionals for attendance at discovery  
5 proceedings or hearings.

6       (d) The director may also pay from the interest earnings of the  
7 trust funds specified in this section costs incurred in investigating  
8 fraud and collecting overpayments, including expenses incurred to  
9 review and investigate cases of possible fraud against the trust  
10 funds and collection agency fees and other costs incurred in  
11 recovering overpayments. Recovered funds must be returned to the  
12 appropriate trust funds.

13       (2)(a) During the 2017-2019 fiscal biennium, all expenses of the  
14 administration of the department, the expenses of administration of  
15 the retirement systems, and the expenses of the administration of the  
16 office of the state actuary created in chapters 2.10, 2.12, 28B.10,  
17 41.26, 41.32, 41.40, 41.35, 41.37, 43.43, and 44.44 RCW shall be paid  
18 from interest earnings of the funds specified in this section.

19       (b) By the fifteenth of each month during the 2017-2019 fiscal  
20 biennium, the treasurer shall transfer \$4,903,000 from the interest  
21 earnings of the funds specified in this section to the department of  
22 retirement systems expense fund.

23       (c) Transfers under this subsection must be based on the  
24 proportional share to each system as identified under RCW  
25 41.50.110(2). The calculation of proportional share shall not include  
26 amounts for any defined contribution plans.

27       (d) It is the intent of the legislature that this policy will be  
28 continued in subsequent fiscal biennia.

29       **Sec. 944.** RCW 41.60.050 and 2015 3rd sp.s. c 4 s 952 are each  
30 amended to read as follows:

31       The legislature shall appropriate from the personnel service fund  
32 for the payment of administrative costs of the productivity board.  
33 However, during the (~~2013-2015 and~~) 2015-2017 and 2017-2019 fiscal  
34 biennia, the operations of the productivity board shall be suspended.

35       **Sec. 945.** RCW 41.80.010 and 2016 sp.s. c 36 s 923 are each  
36 amended to read as follows:

37       (1) For the purpose of negotiating collective bargaining  
38 agreements under this chapter, the employer shall be represented by



1 the governor or governor's designee, except as provided for  
2 institutions of higher education in subsection (4) of this section.

3 (2)(a) If an exclusive bargaining representative represents more  
4 than one bargaining unit, the exclusive bargaining representative  
5 shall negotiate with each employer representative as designated in  
6 subsection (1) of this section one master collective bargaining  
7 agreement on behalf of all the employees in bargaining units that the  
8 exclusive bargaining representative represents. For those exclusive  
9 bargaining representatives who represent fewer than a total of five  
10 hundred employees each, negotiation shall be by a coalition of all  
11 those exclusive bargaining representatives. The coalition shall  
12 bargain for a master collective bargaining agreement covering all of  
13 the employees represented by the coalition. The governor's designee  
14 and the exclusive bargaining representative or representatives are  
15 authorized to enter into supplemental bargaining of agency-specific  
16 issues for inclusion in or as an addendum to the master collective  
17 bargaining agreement, subject to the parties' agreement regarding the  
18 issues and procedures for supplemental bargaining. This section does  
19 not prohibit cooperation and coordination of bargaining between two  
20 or more exclusive bargaining representatives.

21 (b) This subsection (2) does not apply to exclusive bargaining  
22 representatives who represent employees of institutions of higher  
23 education, except when the institution of higher education has  
24 elected to exercise its option under subsection (4) of this section  
25 to have its negotiations conducted by the governor or governor's  
26 designee under the procedures provided for general government  
27 agencies in subsections (1) through (3) of this section.

28 (c) If five hundred or more employees of an independent state  
29 elected official listed in RCW 43.01.010 are organized in a  
30 bargaining unit or bargaining units under RCW 41.80.070, the official  
31 shall be consulted by the governor or the governor's designee before  
32 any agreement is reached under (a) of this subsection concerning  
33 supplemental bargaining of agency specific issues affecting the  
34 employees in such bargaining unit.

35 (3) The governor shall submit a request for funds necessary to  
36 implement the compensation and fringe benefit provisions in the  
37 master collective bargaining agreement or for legislation necessary  
38 to implement the agreement. Requests for funds necessary to implement  
39 the provisions of bargaining agreements shall not be submitted to the  
40 legislature by the governor unless such requests:

1 (a) Have been submitted to the director of the office of  
2 financial management by October 1 prior to the legislative session at  
3 which the requests are to be considered; and

4 (b) Have been certified by the director of the office of  
5 financial management as being feasible financially for the state.

6 The legislature shall approve or reject the submission of the  
7 request for funds as a whole. The legislature shall not consider a  
8 request for funds to implement a collective bargaining agreement  
9 unless the request is transmitted to the legislature as part of the  
10 governor's budget document submitted under RCW 43.88.030 and  
11 43.88.060. If the legislature rejects or fails to act on the  
12 submission, either party may reopen all or part of the agreement or  
13 the exclusive bargaining representative may seek to implement the  
14 procedures provided for in RCW 41.80.090.

15 (4)(a)(i) For the purpose of negotiating agreements for  
16 institutions of higher education, the employer shall be the  
17 respective governing board of each of the universities, colleges, or  
18 community colleges or a designee chosen by the board to negotiate on  
19 its behalf.

20 (ii) A governing board of a university or college may elect to  
21 have its negotiations conducted by the governor or governor's  
22 designee under the procedures provided for general government  
23 agencies in subsections (1) through (3) of this section, except that:

24 (A) The governor or the governor's designee and an exclusive  
25 bargaining representative shall negotiate one master collective  
26 bargaining agreement for all of the bargaining units of employees of  
27 a university or college that the representative represents; or

28 (B) If the parties mutually agree, the governor or the governor's  
29 designee and an exclusive bargaining representative shall negotiate  
30 one master collective bargaining agreement for all of the bargaining  
31 units of employees of more than one university or college that the  
32 representative represents.

33 (iii) A governing board of a community college may elect to have  
34 its negotiations conducted by the governor or governor's designee  
35 under the procedures provided for general government agencies in  
36 subsections (1) through (3) of this section.

37 (b) Prior to entering into negotiations under this chapter, the  
38 institutions of higher education or their designees shall consult  
39 with the director of the office of financial management regarding

1 financial and budgetary issues that are likely to arise in the  
2 impending negotiations.

3 (c)(i) In the case of bargaining agreements reached between  
4 institutions of higher education other than the University of  
5 Washington and exclusive bargaining representatives agreed to under  
6 the provisions of this chapter, if appropriations are necessary to  
7 implement the compensation and fringe benefit provisions of the  
8 bargaining agreements, the governor shall submit a request for such  
9 funds to the legislature according to the provisions of subsection  
10 (3) of this section, except as provided in (c)(iii) of this  
11 subsection.

12 (ii) In the case of bargaining agreements reached between the  
13 University of Washington and exclusive bargaining representatives  
14 agreed to under the provisions of this chapter, if appropriations are  
15 necessary to implement the compensation and fringe benefit provisions  
16 of a bargaining agreement, the governor shall submit a request for  
17 such funds to the legislature according to the provisions of  
18 subsection (3) of this section, except as provided in this subsection  
19 (4)(c)(ii) and as provided in (c)(iii) of this subsection.

20 (A) If appropriations of less than ten thousand dollars are  
21 necessary to implement the provisions of a bargaining agreement, a  
22 request for such funds shall not be submitted to the legislature by  
23 the governor unless the request has been submitted to the director of  
24 the office of financial management by October 1 prior to the  
25 legislative session at which the request is to be considered.

26 (B) If appropriations of ten thousand dollars or more are  
27 necessary to implement the provisions of a bargaining agreement, a  
28 request for such funds shall not be submitted to the legislature by  
29 the governor unless the request:

30 (I) Has been submitted to the director of the office of financial  
31 management by October 1 prior to the legislative session at which the  
32 request is to be considered; and

33 (II) Has been certified by the director of the office of  
34 financial management as being feasible financially for the state.

35 (C) If the director of the office of financial management does  
36 not certify a request under (c)(ii)(B) of this subsection as being  
37 feasible financially for the state, the parties shall enter into  
38 collective bargaining solely for the purpose of reaching a mutually  
39 agreed upon modification of the agreement necessary to address the  
40 absence of those requested funds. The legislature may act upon the

1 compensation and fringe benefit provisions of the modified collective  
2 bargaining agreement if those provisions are agreed upon and  
3 submitted to the office of financial management and legislative  
4 budget committees before final legislative action on the biennial or  
5 supplemental operating budget by the sitting legislature.

6 (iii) In the case of a bargaining unit of employees of  
7 institutions of higher education in which the exclusive bargaining  
8 representative is certified during or after the conclusion of a  
9 legislative session, the legislature may act upon the compensation  
10 and fringe benefit provisions of the unit's initial collective  
11 bargaining agreement if those provisions are agreed upon and  
12 submitted to the office of financial management and legislative  
13 budget committees before final legislative action on the biennial or  
14 supplemental operating budget by the sitting legislature.

15 (5) There is hereby created a joint committee on employment  
16 relations, which consists of two members with leadership positions in  
17 the house of representatives, representing each of the two largest  
18 caucuses; the chair and ranking minority member of the house  
19 appropriations committee, or its successor, representing each of the  
20 two largest caucuses; two members with leadership positions in the  
21 senate, representing each of the two largest caucuses; and the chair  
22 and ranking minority member of the senate ways and means committee,  
23 or its successor, representing each of the two largest caucuses. The  
24 governor shall periodically consult with the committee regarding  
25 appropriations necessary to implement the compensation and fringe  
26 benefit provisions in the master collective bargaining agreements,  
27 and upon completion of negotiations, advise the committee on the  
28 elements of the agreements and on any legislation necessary to  
29 implement the agreements.

30 (6) If, after the compensation and fringe benefit provisions of  
31 an agreement are approved by the legislature, a significant revenue  
32 shortfall occurs resulting in reduced appropriations, as declared by  
33 proclamation of the governor or by resolution of the legislature,  
34 both parties shall immediately enter into collective bargaining for a  
35 mutually agreed upon modification of the agreement.

36 (7) After the expiration date of a collective bargaining  
37 agreement negotiated under this chapter, all of the terms and  
38 conditions specified in the collective bargaining agreement remain in  
39 effect until the effective date of a subsequently negotiated  
40 agreement, not to exceed one year from the expiration date stated in

1 the agreement. Thereafter, the employer may unilaterally implement  
2 according to law.

3 (8) For the ((2013-2015)) 2017-2019 fiscal biennium, a collective  
4 bargaining agreement related to employee health care benefits  
5 negotiated between the employer and coalition pursuant to RCW  
6 41.80.020(3) regarding the dollar amount expended on behalf of each  
7 employee shall be a separate agreement for which the governor may  
8 request funds necessary to implement the agreement. ((The legislature  
9 may act upon a 2013-2015 collective bargaining agreement related to  
10 employee health care benefits if an agreement is reached and  
11 submitted to the office of financial management and legislative  
12 budget committees before final legislative action on the biennial or  
13 supplemental operating appropriations act by the sitting  
14 legislature.))

15 (9)(a) For the 2015-2017 fiscal biennium, the governor may  
16 request funds to implement:

17 (i) Modifications to collective bargaining agreements as set  
18 forth in a memorandum of understanding negotiated between the  
19 employer and the service employees international union healthcare  
20 1199nw, an exclusive bargaining representative, that was necessitated  
21 by an emergency situation or an imminent jeopardy determination by  
22 the center for medicare and medicaid services that relates to the  
23 safety or health of the clients, employees, or both the clients and  
24 employees.

25 (ii) Unilaterally implemented modifications to collective  
26 bargaining agreements, resulting from the employer being prohibited  
27 from negotiating with an exclusive bargaining representative due to a  
28 pending representation petition, necessitated by an emergency  
29 situation or an imminent jeopardy determination by the center for  
30 medicare and medicaid services that relates to the safety or health  
31 of the clients, employees, or both the clients and employees.

32 (iii) Modifications to collective bargaining agreements as set  
33 forth in a memorandum of understanding negotiated between the  
34 employer and the union of physicians of Washington, an exclusive  
35 bargaining representative, that was necessitated by an emergency  
36 situation or an imminent jeopardy determination by the center for  
37 medicare and medicaid services that relates to the safety or health  
38 of the clients, employees, or both the clients and employees. If the  
39 memorandum of understanding submitted to the legislature as part of  
40 the governor's budget document is rejected by the legislature, and

1 the parties reach a new memorandum of understanding by June 30, 2016,  
2 within the funds, conditions, and limitations provided in section  
3 204, chapter 36, Laws of 2016 sp. sess., the new memorandum of  
4 understanding shall be considered approved by the legislature and may  
5 be retroactive to December 1, 2015.

6 (iv) Modifications to collective bargaining agreements as set  
7 forth in a memorandum of understanding negotiated between the  
8 employer and the teamsters union local 117, an exclusive bargaining  
9 representative, for salary adjustments for the state employee job  
10 classifications of psychiatrist, psychiatric social worker(~~([+])~~),  
11 and psychologist.

12 (b) For the 2015-2017 fiscal biennium, the legislature may act  
13 upon the request for funds for modifications to a 2015-2017  
14 collective bargaining agreement under (a)(i), (ii), (iii), and (iv)  
15 of this subsection if funds are requested by the governor before  
16 final legislative action on the supplemental omnibus appropriations  
17 act by the sitting legislature.

18 (c) The request for funding made under this subsection and any  
19 action by the legislature taken pursuant to this subsection is  
20 limited to the modifications described in this subsection and may not  
21 otherwise affect the original terms of the 2015-2017 collective  
22 bargaining agreement.

23 (d) (~~Subsections [Subsection]~~) Subsection (3)(a) and (b) of  
24 this section do not apply to requests for funding made pursuant to  
25 this subsection.

26 **Sec. 946.** RCW 41.80.020 and 2015 3rd sp.s. c 1 s 318 are each  
27 amended to read as follows:

28 (1) Except as otherwise provided in this chapter, the matters  
29 subject to bargaining include wages, hours, and other terms and  
30 conditions of employment, and the negotiation of any question arising  
31 under a collective bargaining agreement.

32 (2) The employer is not required to bargain over matters  
33 pertaining to:

34 (a) Health care benefits or other employee insurance benefits,  
35 except as required in subsection (3) of this section;

36 (b) Any retirement system or retirement benefit; or

37 (c) Rules of the director of financial management, the director  
38 of enterprise services, or the Washington personnel resources board  
39 adopted under RCW 41.06.157.

1 (3) Matters subject to bargaining include the number of names to  
2 be certified for vacancies, promotional preferences, and the dollar  
3 amount expended on behalf of each employee for health care benefits.  
4 However, except as provided otherwise in this subsection for  
5 institutions of higher education, negotiations regarding the number  
6 of names to be certified for vacancies, promotional preferences, and  
7 the dollar amount expended on behalf of each employee for health care  
8 benefits shall be conducted between the employer and one coalition of  
9 all the exclusive bargaining representatives subject to this chapter.  
10 The exclusive bargaining representatives for employees that are  
11 subject to chapter 47.64 RCW shall bargain the dollar amount expended  
12 on behalf of each employee for health care benefits with the employer  
13 as part of the coalition under this subsection. Any such provision  
14 agreed to by the employer and the coalition shall be included in all  
15 master collective bargaining agreements negotiated by the parties.  
16 For institutions of higher education, promotional preferences and the  
17 number of names to be certified for vacancies shall be bargained  
18 under the provisions of RCW 41.80.010(4). For agreements covering the  
19 ((2013-2015)) 2017-2019 fiscal biennium, any agreement between the  
20 employer and the coalition regarding the dollar amount expended on  
21 behalf of each employee for health care benefits is a separate  
22 agreement and shall not be included in the master collective  
23 bargaining agreements negotiated by the parties.

24 (4) The employer and the exclusive bargaining representative  
25 shall not agree to any proposal that would prevent the implementation  
26 of approved affirmative action plans or that would be inconsistent  
27 with the comparable worth agreement that provided the basis for the  
28 salary changes implemented beginning with the 1983-1985 biennium to  
29 achieve comparable worth.

30 (5) The employer and the exclusive bargaining representative  
31 shall not bargain over matters pertaining to management rights  
32 established in RCW 41.80.040.

33 (6) Except as otherwise provided in this chapter, if a conflict  
34 exists between an executive order, administrative rule, or agency  
35 policy relating to wages, hours, and terms and conditions of  
36 employment and a collective bargaining agreement negotiated under  
37 this chapter, the collective bargaining agreement shall prevail. A  
38 provision of a collective bargaining agreement that conflicts with  
39 the terms of a statute is invalid and unenforceable.

1 (7) This section does not prohibit bargaining that affects  
2 contracts authorized by RCW 41.06.142.

3 **Sec. 947.** RCW 43.08.190 and 2015 3rd sp.s. c 4 s 953 are each  
4 amended to read as follows:

5 There is hereby created a fund within the state treasury to be  
6 known as the "state treasurer's service fund." Such fund shall be  
7 used solely for the payment of costs and expenses incurred in the  
8 operation and administration of the state treasurer's office.

9 Moneys shall be allocated monthly and placed in the state  
10 treasurer's service fund equivalent to a maximum of one percent of  
11 the trust and treasury average daily cash balances from the earnings  
12 generated under the authority of RCW 43.79A.040 and 43.84.080 other  
13 than earnings generated from investment of balances in funds and  
14 accounts specified in RCW 43.79A.040(4)(c). The allocation shall  
15 precede the distribution of the remaining earnings as prescribed  
16 under RCW 43.79A.040 and 43.84.092. The state treasurer shall  
17 establish a uniform allocation rate for all funds and accounts;  
18 except that the state treasurer may negotiate a different allocation  
19 rate with any state agency that has independent authority over funds  
20 not statutorily required to be held in the state treasury or in the  
21 custody of the state treasurer. In no event shall the rate be less  
22 than the actual costs incurred by the state treasurer's office. If no  
23 rate is separately negotiated, the default rate for any funds held  
24 shall be the rate set for funds held pursuant to statute.

25 During the 2013-2015 and 2015-2017 fiscal biennia, the  
26 legislature may transfer from the state treasurer's service fund to  
27 the state general fund such amounts as reflect the excess fund  
28 balance of the fund. During the 2017-2019 fiscal biennium, the  
29 legislature may direct the state treasurer to make transfers of money  
30 in the state treasurer's service fund to the state general fund.

31 **Sec. 948.** RCW 43.09.475 and 2016 sp.s. c 36 s 925 are each  
32 amended to read as follows:

33 The performance audits of government account is hereby created in  
34 the custody of the state treasurer. Revenue identified in RCW  
35 82.08.020(5) and 82.12.0201 shall be deposited in the account. Money  
36 in the account shall be used to fund the performance audits and  
37 follow-up performance audits under RCW 43.09.470 and shall be  
38 expended by the state auditor in accordance with chapter 1, Laws of



1 2006. Only the state auditor or the state auditor's designee may  
2 authorize expenditures from the account. The account is subject to  
3 allotment procedures under chapter 43.88 RCW, but an appropriation is  
4 not required for expenditures. During the 2013-2015 ~~((and))~~,  
5 2015-2017, and 2017-2019 fiscal biennia, the performance audits of  
6 government account may be appropriated for the joint legislative  
7 audit and review committee~~((τ))~~; the legislative evaluation and  
8 accountability program committee~~((τ))~~; the office of financial  
9 management~~((τ))~~; the superintendent of public instruction~~((τ—and))~~;  
10 lean performance management systems, excellence assessments and zero-  
11 based budget reviews in state agencies; audits of school districts;  
12 and election costs in the office of the secretary of state. In  
13 addition, during the ~~((2013-2015—and))~~ 2015-2017 and 2017-2019 fiscal  
14 biennia the account may be used to fund the office of financial  
15 management's contract for the compliance audit of the state auditor  
16 and audit activities at the department of revenue. In addition,  
17 during the 2015-2017 fiscal biennium, the legislature may transfer  
18 from the performance audits of government account to the state  
19 general fund such amounts as reflect the excess fund balance of the  
20 fund.

21 **Sec. 949.** RCW 43.24.150 and 2013 2nd sp.s. c 4 s 978 are each  
22 amended to read as follows:

23 (1) The business and professions account is created in the state  
24 treasury. All receipts from business or professional licenses,  
25 registrations, certifications, renewals, examinations, or civil  
26 penalties assessed and collected by the department from the following  
27 chapters must be deposited into the account:

- 28 (a) Chapter 18.11 RCW, auctioneers;  
29 (b) Chapter 18.16 RCW, cosmetologists, hair designers, barbers,  
30 ~~((and))~~ manicurists, and estheticians;  
31 (c) Chapter 18.145 RCW, court reporters;  
32 (d) Chapter 18.165 RCW, private investigators;  
33 (e) Chapter 18.170 RCW, security guards;  
34 (f) Chapter 18.185 RCW, bail bond agents;  
35 (g) Chapter 18.280 RCW, home inspectors;  
36 (h) Chapter 19.16 RCW, collection agencies;  
37 (i) Chapter 19.31 RCW, employment agencies;  
38 (j) Chapter 19.105 RCW, camping resorts;  
39 (k) Chapter 19.138 RCW, sellers of travel;

- 1 (l) Chapter 42.44 RCW, notaries public;  
2 (m) Chapter 64.36 RCW, timeshares;  
3 (n) Chapter 67.08 RCW, boxing, martial arts, and wrestling;  
4 (o) Chapter 18.300 RCW, body art, body piercing, and tattooing;  
5 (p) Chapter 79A.60 RCW, whitewater river outfitters;  
6 (q) Chapter 19.158 RCW, commercial telephone solicitation; and  
7 (r) Chapter 19.290 RCW, scrap metal businesses.

8 Moneys in the account may be spent only after appropriation.  
9 Expenditures from the account may be used only for expenses incurred  
10 in carrying out these business and professions licensing activities  
11 of the department. Any residue in the account must be accumulated and  
12 may not revert to the general fund at the end of the biennium.  
13 However, during the 2013-2015 fiscal biennium the legislature may  
14 transfer to the state general fund such amounts as reflect the excess  
15 fund balance in the account.

16 (2) The director must biennially prepare a budget request based  
17 on the anticipated costs of administering the business and  
18 professions licensing activities listed in subsection (1) of this  
19 section, which must include the estimated income from these business  
20 and professions fees.

21 (3) During the 2017-2019 fiscal biennium, the legislature may  
22 direct the state treasurer to make transfers of moneys in the  
23 business and professions account to the state general fund.

24 **Sec. 950.** RCW 43.41.450 and 2016 sp.s. c 36 s 927 are each  
25 amended to read as follows:

26 The office of financial management central service account is  
27 created in the state treasury. The account is to be used by the  
28 office as a revolving fund for the payment of salaries, wages, and  
29 other costs required for the operation and maintenance of statewide  
30 budgeting, accounting, forecasting, and functions and activities in  
31 the office. All receipts from agency fees and charges for services  
32 collected from public agencies must be deposited into the account.  
33 The director shall fix the terms and charges to agencies based on  
34 each agency's share of the office statewide cost allocation plan for  
35 federal funds. Moneys in the account may be spent only after  
36 appropriation. During the 2017-2019 fiscal biennium, the account may  
37 be used as a revolving fund for the payment of salaries, wages, and  
38 other costs related to policy activities in the office. The

1 legislature intends to continue the use of the revolving fund for  
2 policy activities during the 2019-2021 biennium.

3 **Sec. 951.** RCW 43.43.839 and 2016 sp.s. c 36 s 928 are each  
4 amended to read as follows:

5 The fingerprint identification account is created in the custody  
6 of the state treasurer. All receipts from incremental charges of  
7 fingerprint checks requested for noncriminal justice purposes and  
8 electronic background requests shall be deposited in the account.  
9 Receipts for fingerprint checks by the federal bureau of  
10 investigation may also be deposited in the account. Expenditures from  
11 the account may be used only for the cost of record checks. Only the  
12 chief of the state patrol or the chief's designee may authorize  
13 expenditures from the account. The account is subject to allotment  
14 procedures under chapter 43.88 RCW. No appropriation is required for  
15 expenditures prior to July 1, 1997. After June 30, 1997, the account  
16 shall be subject to appropriation. (~~During the 2009-2011 fiscal~~  
17 ~~biennium, the legislature may transfer from the fingerprint~~  
18 ~~identification account to the state general fund such amounts as~~  
19 ~~reflect the excess fund balance of the account. During the 2013-2015~~  
20 ~~fiscal biennium, funds in the account may be used for expenditures~~  
21 ~~that support the criminal records management division of the state~~  
22 ~~patrol.)) During the 2015-2017 and 2017-2019 fiscal ((biennium))  
23 biennia, funds in the account may be used for expenditures related to  
24 the upgrade of the state patrol's criminal history system. During the  
25 2015-2017 fiscal biennium, the legislature may transfer from the  
26 fingerprint identification account to the sexual assault kit account  
27 and the account may be used for building the sexual assault kit  
28 tracking system in such amounts as reflect the excess fund balance of  
29 the account. During the 2017-2019 fiscal biennium, the account may be  
30 used for building the sexual assault kit tracking system.~~

31 **Sec. 952.** RCW 43.79.445 and 2016 sp.s. c 36 s 931 are each  
32 amended to read as follows:

33 There is established an account in the state treasury referred to  
34 as the "death investigations account" which shall exist for the  
35 purpose of receiving, holding, investing, and disbursing funds  
36 appropriated or provided in RCW 70.58.107 and any moneys appropriated  
37 or otherwise provided thereafter.

1 Moneys in the death investigations account shall be disbursed by  
2 the state treasurer once every year on December 31 and at any other  
3 time determined by the treasurer. The treasurer shall make  
4 disbursements to: The state toxicology laboratory, counties for the  
5 cost of autopsies, the state patrol for providing partial funding for  
6 the state dental identification system, the criminal justice training  
7 commission for training county coroners, medical examiners and their  
8 staff, and the state forensic investigations council. Funds from the  
9 death investigations account may be appropriated during the 2013-2015  
10 fiscal biennium for the activities of the state crime laboratory  
11 within the Washington state patrol. (~~During the 2015-2017 fiscal~~  
12 ~~biennium, the legislature may transfer from the death investigations~~  
13 ~~account to the sexual assault kit account such amounts as reflect the~~  
14 ~~excess fund balance of the account.~~) In addition, during the  
15 2017-2019 fiscal biennium, the legislature may direct the state  
16 treasurer to make transfers of moneys in the death investigations  
17 account to the state general fund.

18 **Sec. 953.** RCW 43.79.460 and 2016 sp.s. c 36 s 932 are each  
19 amended to read as follows:

20 (1) The savings incentive account is created in the custody of  
21 the state treasurer. The account shall consist of all moneys  
22 appropriated to the account by the legislature. The account is  
23 subject to the allotment procedures under chapter 43.88 RCW, but no  
24 appropriation is required for expenditures from the account.

25 (2) Within the savings incentive account, the state treasurer may  
26 create subaccounts to be credited with incentive savings attributable  
27 to individual state agencies, as determined by the office of  
28 financial management in consultation with the legislative fiscal  
29 committees. Moneys deposited in the subaccounts may be expended only  
30 on the authorization of the agency's executive head or designee and  
31 only for the purpose of one-time expenditures to improve the quality,  
32 efficiency, and effectiveness of services to customers of the state,  
33 such as one-time expenditures for employee training, employee  
34 incentives, technology improvements, new work processes, or  
35 performance measurement. Funds may not be expended from the account  
36 to establish new programs or services, expand existing programs or  
37 services, or incur ongoing costs that would require future  
38 expenditures.

1 (3) For purposes of this section, "incentive savings" means state  
2 general fund appropriations that are unspent as of June 30th of a  
3 fiscal year, excluding any amounts included in across-the-board  
4 reductions under RCW 43.88.110 and excluding unspent appropriations  
5 for:

6 (a) Caseload and enrollment in entitlement programs, except to  
7 the extent that an agency has clearly demonstrated that efficiencies  
8 have been achieved in the administration of the entitlement program.  
9 "Entitlement program," as used in this section, includes programs for  
10 which specific sums of money are appropriated for pass-through to  
11 third parties or other entities;

12 (b) Enrollments in state institutions of higher education;

13 (c) Except for fiscal year 2011, a specific amount contained in a  
14 condition or limitation to an appropriation in the biennial  
15 appropriations act, if the agency did not achieve the specific  
16 purpose or objective of the condition or limitation;

17 (d) Debt service on state obligations; and

18 (e) State retirement system obligations.

19 (4) The office of financial management, after consulting with the  
20 legislative fiscal committees, shall report the amount of savings  
21 incentives achieved.

22 (5) For fiscal year 2010, the legislature may transfer from the  
23 savings incentive account to the state general fund such amounts as  
24 reflect the fund balance of the account attributable to unspent state  
25 general fund appropriations for fiscal year 2009. For fiscal year  
26 2011, the legislature may transfer from the savings incentive account  
27 to the state general fund such amounts as reflect the fund balance of  
28 the account attributable to unspent state general fund appropriations  
29 for fiscal year 2010. For fiscal year 2011, the legislature may  
30 transfer from the savings incentive account to the state general fund  
31 eight million dollars or as much as reflects the fund balance of the  
32 account attributable to unspent agency credits prior to fiscal year  
33 2009. Credits for legislative and judicial agencies are not included  
34 in this action, with the exception and upon consent of the supreme  
35 court, court of appeals, office of public defense, and office of  
36 civil legal aid.

37 (6) For fiscal years 2012 and 2013, the legislature may transfer  
38 from the savings incentive account to the state general fund such  
39 amounts as reflect the fund balance of the account attributable to  
40 unspent general fund appropriations for fiscal years 2011 and 2012.

1 (7) For fiscal year 2016, the legislature may transfer from the  
2 savings incentive account to the state general fund such amounts as  
3 reflect the fund balance of the account attributable to unspent  
4 agency credit. Credits for legislative and judicial agencies are not  
5 included in this action.

6 (8) For the 2017-2019 fiscal biennium, the joint legislative  
7 audit and review committee and the legislative evaluation and  
8 accountability program committee may use moneys deposited in their  
9 subaccounts for one-time costs related to their office relocation to  
10 the 1063 building.

11 **Sec. 954.** RCW 43.79.480 and 2015 3rd sp.s. c 4 s 956 are each  
12 amended to read as follows:

13 (1) Moneys received by the state of Washington in accordance with  
14 the settlement of the state's legal action against tobacco product  
15 manufacturers, exclusive of costs and attorneys' fees, shall be  
16 deposited in the tobacco settlement account created in this section  
17 except as these moneys are sold or assigned under chapter 43.340 RCW.

18 (2) The tobacco settlement account is created in the state  
19 treasury. Moneys in the tobacco settlement account may only be  
20 transferred to the state general fund, and to the tobacco prevention  
21 and control account for purposes set forth in this section. The  
22 legislature shall transfer amounts received as strategic contribution  
23 payments as defined in RCW 43.350.010 to the life sciences discovery  
24 fund created in RCW 43.350.070. During the 2013-2015 and 2015-2017  
25 fiscal biennia, the legislature may transfer less than the entire  
26 strategic contribution payments, and may transfer amounts  
27 attributable to strategic contribution payments into the state  
28 general fund.

29 (3) The tobacco prevention and control account is created in the  
30 state treasury. The source of revenue for this account is moneys  
31 transferred to the account from the tobacco settlement account,  
32 investment earnings, donations to the account, and other revenues as  
33 directed by law. Expenditures from the account are subject to  
34 appropriation. During the 2017-2019 fiscal biennium, the legislature  
35 may direct the state treasurer to make transfers of moneys in the  
36 tobacco prevention and control account to the state general fund.

37 **Sec. 955.** RCW 43.101.200 and 2015 3rd sp.s. c 4 s 957 are each  
38 amended to read as follows:

1 (1) All law enforcement personnel, except volunteers, and reserve  
2 officers whether paid or unpaid, initially employed on or after  
3 January 1, 1978, shall engage in basic law enforcement training which  
4 complies with standards adopted by the commission pursuant to RCW  
5 43.101.080. For personnel initially employed before January 1, 1990,  
6 such training shall be successfully completed during the first  
7 fifteen months of employment of such personnel unless otherwise  
8 extended or waived by the commission and shall be requisite to the  
9 continuation of such employment. Personnel initially employed on or  
10 after January 1, 1990, shall commence basic training during the first  
11 six months of employment unless the basic training requirement is  
12 otherwise waived or extended by the commission. Successful completion  
13 of basic training is requisite to the continuation of employment of  
14 such personnel initially employed on or after January 1, 1990.

15 (2) Except as otherwise provided in this chapter, the commission  
16 shall provide the aforementioned training together with necessary  
17 facilities, supplies, materials, and the board and room of  
18 noncommuting attendees for seven days per week, except during the  
19 (~~(2013-2015 and)~~) 2015-2017 and 2017-2019 fiscal biennia when the  
20 employing, county, city, or state law enforcement agency shall  
21 reimburse the commission for twenty-five percent of the cost of  
22 training its personnel. Additionally, to the extent funds are  
23 provided for this purpose, the commission shall reimburse to  
24 participating law enforcement agencies with ten or less full-time  
25 commissioned patrol officers the cost of temporary replacement of  
26 each officer who is enrolled in basic law enforcement training:  
27 PROVIDED, That such reimbursement shall include only the actual cost  
28 of temporary replacement not to exceed the total amount of salary and  
29 benefits received by the replaced officer during his or her training  
30 period.

31 **Sec. 956.** RCW 43.155.050 and 2015 3rd sp.s. c 4 s 959 and 2015  
32 3rd sp.s. c 3 s 7032 are each reenacted and amended to read as  
33 follows:

34 The public works assistance account is hereby established in the  
35 state treasury. Money may be placed in the public works assistance  
36 account from the proceeds of bonds when authorized by the legislature  
37 or from any other lawful source. Money in the public works assistance  
38 account shall be used to make loans and to give financial guarantees  
39 to local governments for public works projects. Moneys in the account

1 may also be appropriated to provide for state match requirements  
2 under federal law for projects and activities conducted and financed  
3 by the board under the drinking water assistance account. Not more  
4 than fifteen percent of the biennial capital budget appropriation to  
5 the public works board from this account may be expended or obligated  
6 for preconstruction loans, emergency loans, or loans for capital  
7 facility planning under this chapter; of this amount, not more than  
8 ten percent of the biennial capital budget appropriation may be  
9 expended for emergency loans and not more than one percent of the  
10 biennial capital budget appropriation may be expended for capital  
11 facility planning loans. During the 2015-2017 fiscal biennium, the  
12 legislature may transfer from the public works assistance account to  
13 the general fund, the water pollution control revolving account, and  
14 the drinking water assistance account such amounts as reflect the  
15 excess fund balance of the account. (~~During the 2013-2015 fiscal~~  
16 ~~biennium, the legislature may transfer from the public works~~  
17 ~~assistance account to the education legacy trust account such amounts~~  
18 ~~as specified by the legislature.~~) During the 2015-2017 and 2017-2019  
19 fiscal ((biennium)) biennia, the legislature may appropriate moneys  
20 from the account for activities related to the growth management act  
21 and the voluntary stewardship program. During the 2015-2017 fiscal  
22 biennium, the legislature may transfer from the public works  
23 assistance account to the state general fund such amounts as  
24 specified by the legislature. (~~In the 2017-2019 fiscal biennium the~~  
25 ~~legislature intends to allocate seventy three million dollars of~~  
26 ~~future loan repayments paid into the public works assistance account~~  
27 ~~to support basic education.~~) During the 2017-2019 fiscal biennium,  
28 the legislature may direct the state treasurer to make transfers of  
29 moneys in the public works assistance account to the education legacy  
30 trust account. It is the intent of the legislature that this policy  
31 will be continued in subsequent fiscal biennia.

32 **Sec. 957.** RCW 43.320.110 and 2015 3rd sp.s. c 4 s 960 are each  
33 amended to read as follows:

34 There is created a local fund known as the "financial services  
35 regulation fund" which shall consist of all moneys received by the  
36 divisions of the department of financial institutions, except for the  
37 division of securities which shall deposit thirteen percent of all  
38 moneys received, except as provided in RCW 43.320.115, and which  
39 shall be used for the purchase of supplies and necessary equipment;



1 the payment of salaries, wages, and utilities; the establishment of  
2 reserves; and other incidental costs required for the proper  
3 regulation of individuals and entities subject to regulation by the  
4 department. The state treasurer shall be the custodian of the fund.  
5 Disbursements from the fund shall be on authorization of the director  
6 of financial institutions or the director's designee. In order to  
7 maintain an effective expenditure and revenue control, the fund shall  
8 be subject in all respects to chapter 43.88 RCW, but no appropriation  
9 is required to permit expenditures and payment of obligations from  
10 the fund.

11 During the 2015-2017 fiscal biennium, the legislature may  
12 transfer from the financial services regulation fund to the state  
13 general fund such amounts as reflect the excess fund balance of the  
14 fund. During the 2015-2017 and 2017-2019 fiscal (~~biennium~~) biennia,  
15 moneys from the financial services regulation fund may be  
16 appropriated for the family prosperity account program at the  
17 department of commerce and for the operations of the department of  
18 revenue.

19 **Sec. 958.** RCW 43.330.250 and 2015 3rd sp.s. c 4 s 962 are each  
20 amended to read as follows:

21 (1) The economic development strategic reserve account is created  
22 in the state treasury to be used only for the purposes of this  
23 section.

24 (2) Only the governor, with the recommendation of the director of  
25 the department of commerce, may authorize expenditures from the  
26 account.

27 (3) During the 2009-2011 and 2011-2013 fiscal biennia, moneys in  
28 the account may also be transferred into the state general fund.

29 (4) Expenditures from the account may be made to prevent closure  
30 of a business or facility, to prevent relocation of a business or  
31 facility in the state to a location outside the state, or to recruit  
32 a business or facility to the state. Expenditures may be authorized  
33 for:

34 (a) Workforce development;

35 (b) Public infrastructure needed to support or sustain the  
36 operations of the business or facility;

37 (c) Other lawfully provided assistance(~~(7)~~) including, but not  
38 limited to, technical assistance, environmental analysis, relocation  
39 assistance, and planning assistance. Funding may be provided for such

1 assistance only when it is in the public interest and may only be  
2 provided under a contractual arrangement ensuring that the state will  
3 receive appropriate consideration, such as an assurance of job  
4 creation or retention; and

5 (d) The joint center for aerospace technology innovation.

6 (5) The funds shall not be expended from the account unless:

7 (a) The circumstances are such that time does not permit the  
8 director of the department of commerce or the business or facility to  
9 secure funding from other state sources;

10 (b) The business or facility produces or will produce significant  
11 long-term economic benefits to the state, a region of the state, or a  
12 particular community in the state;

13 (c) The business or facility does not require continuing state  
14 support;

15 (d) The expenditure will result in new jobs, job retention, or  
16 higher incomes for citizens of the state;

17 (e) The expenditure will not supplant private investment; and

18 (f) The expenditure is accompanied by private investment.

19 (6) No more than three million dollars per year may be expended  
20 from the account for the purpose of assisting an individual business  
21 or facility pursuant to the authority specified in this section.

22 (7) If the account balance in the strategic reserve account  
23 exceeds fifteen million dollars at any time, the amount in excess of  
24 fifteen million dollars shall be transferred to the education  
25 construction account.

26 (8) During the 2015-2017 and 2017-2019 fiscal (~~biennium~~)  
27 biennia, the legislature may appropriate moneys from the account to  
28 fund (~~economic development~~) programs and grants at the department  
29 of commerce. It is the intent of the legislature that this policy  
30 will be continued in subsequent fiscal biennia.

31 **Sec. 959.** RCW 50.16.010 and 2016 sp.s. c 36 s 940 are each  
32 amended to read as follows:

33 (1) There shall be maintained as special funds, separate and  
34 apart from all public moneys or funds of this state an unemployment  
35 compensation fund and an administrative contingency fund, which shall  
36 be administered by the commissioner exclusively for the purposes of  
37 this title, and to which RCW 43.01.050 shall not be applicable.

38 (2)(a) The unemployment compensation fund shall consist of:

1 (i) All contributions collected under RCW 50.24.010 and payments  
2 in lieu of contributions collected pursuant to the provisions of this  
3 title;

4 (ii) Any property or securities acquired through the use of  
5 moneys belonging to the fund;

6 (iii) All earnings of such property or securities;

7 (iv) Any moneys received from the federal unemployment account in  
8 the unemployment trust fund in accordance with Title XII of the  
9 social security act, as amended;

10 (v) All money recovered on official bonds for losses sustained by  
11 the fund;

12 (vi) All money credited to this state's account in the  
13 unemployment trust fund pursuant to section 903 of the social  
14 security act, as amended;

15 (vii) All money received from the federal government as  
16 reimbursement pursuant to section 204 of the federal-state extended  
17 compensation act of 1970 (84 Stat. 708-712; 26 U.S.C. Sec. 3304);

18 (viii) The portion of the additional penalties as provided in RCW  
19 50.20.070(2) that is fifteen percent of the amount of benefits  
20 overpaid or deemed overpaid; and

21 (ix) All moneys received for the fund from any other source.

22 (b) All moneys in the unemployment compensation fund shall be  
23 commingled and undivided.

24 (3)(a) Except as provided in (b) of this subsection, the  
25 administrative contingency fund shall consist of:

26 (i) All interest on delinquent contributions collected pursuant  
27 to this title;

28 (ii) All fines and penalties collected pursuant to the provisions  
29 of this title, except the portion of the additional penalties as  
30 provided in RCW 50.20.070(2) that is fifteen percent of the amount of  
31 benefits overpaid or deemed overpaid;

32 (iii) All sums recovered on official bonds for losses sustained  
33 by the fund; and

34 (iv) Revenue received under RCW 50.24.014.

35 (b) All fees, fines, forfeitures, and penalties collected or  
36 assessed by a district court because of the violation of this title  
37 or rules adopted under this title shall be remitted as provided in  
38 chapter 3.62 RCW.

39 (c) Except as provided in (d) of this subsection, moneys  
40 available in the administrative contingency fund, other than money in

1 the special account created under RCW 50.24.014, shall be expended  
2 upon the direction of the commissioner, with the approval of the  
3 governor, whenever it appears to him or her that such expenditure is  
4 necessary solely for:

5 (i) The proper administration of this title and that insufficient  
6 federal funds are available for the specific purpose to which such  
7 expenditure is to be made, provided, the moneys are not substituted  
8 for appropriations from federal funds which, in the absence of such  
9 moneys, would be made available.

10 (ii) The proper administration of this title for which purpose  
11 appropriations from federal funds have been requested but not yet  
12 received, provided, the administrative contingency fund will be  
13 reimbursed upon receipt of the requested federal appropriation.

14 (iii) The proper administration of this title for which  
15 compliance and audit issues have been identified that establish  
16 federal claims requiring the expenditure of state resources in  
17 resolution. Claims must be resolved in the following priority: First  
18 priority is to provide services to eligible participants within the  
19 state; second priority is to provide substitute services or program  
20 support; and last priority is the direct payment of funds to the  
21 federal government.

22 (d)(i) During the 2007-2009 fiscal biennium, moneys available in  
23 the administrative contingency fund, other than money in the special  
24 account created under RCW 50.24.014(1)(a), shall be expended as  
25 appropriated by the legislature for: (A) The cost of the job skills  
26 or worker retraining programs at the community and technical colleges  
27 and administrative costs at the state board for community and  
28 technical colleges; and (B) reemployment services such as business  
29 and project development assistance, local economic development  
30 capacity building, and local economic development financial  
31 assistance at the department of commerce. The remaining appropriation  
32 may be expended as specified in (c) of this subsection.

33 (ii) During the (~~(2013-2015 and)~~) 2015-2017 and 2017-2019 fiscal  
34 (~~(biennium—[biennia])~~) biennia, moneys available in the  
35 administrative contingency fund, other than money in the special  
36 account created under RCW 50.24.014(1)(a), shall be expended as  
37 appropriated by the legislature: (A) For the department of social and  
38 health services for employment and training services and programs in  
39 the WorkFirst program; (B) for the administrative costs of state  
40 agencies participating in the WorkFirst program; and (C) by the

1 commissioner for the work group on agricultural and agricultural-  
2 related issues as provided in the 2013-2015 omnibus operating  
3 appropriations act. The remaining appropriation may be expended as  
4 specified in (c) of this subsection.

5 (4) Money in the special account created under RCW  
6 50.24.014(1)(a) may only be expended, after appropriation, for the  
7 purposes specified in this section and RCW 50.62.010, 50.62.020,  
8 50.62.030, 50.24.014, 50.44.053, and 50.22.010.

9 **Sec. 960.** RCW 69.50.540 and 2015 3rd sp.s. c 4 s 967 are each  
10 amended to read as follows:

11 The legislature must annually appropriate moneys in the dedicated  
12 marijuana account created in RCW 69.50.530 as follows:

13 (1) For the purposes listed in this subsection (1), the  
14 legislature must appropriate to the respective agencies amounts  
15 sufficient to make the following expenditures on a quarterly basis:

16 (a) Beginning July 1, 2015, one hundred twenty-five thousand  
17 dollars to the department of social and health services to design and  
18 administer the Washington state healthy youth survey, analyze the  
19 collected data, and produce reports, in collaboration with the office  
20 of the superintendent of public instruction, department of health,  
21 department of commerce, family policy council, and state liquor and  
22 cannabis board. The survey must be conducted at least every two years  
23 and include questions regarding, but not necessarily limited to,  
24 academic achievement, age at time of substance use initiation,  
25 antisocial behavior of friends, attitudes toward antisocial behavior,  
26 attitudes toward substance use, laws and community norms regarding  
27 antisocial behavior, family conflict, family management, parental  
28 attitudes toward substance use, peer rewarding of antisocial  
29 behavior, perceived risk of substance use, and rebelliousness. Funds  
30 disbursed under this subsection may be used to expand administration  
31 of the healthy youth survey to student populations attending  
32 institutions of higher education in Washington;

33 (b) Beginning July 1, 2015, fifty thousand dollars to the  
34 department of social and health services for the purpose of  
35 contracting with the Washington state institute for public policy to  
36 conduct the cost-benefit evaluation and produce the reports described  
37 in RCW 69.50.550. This appropriation ends after production of the  
38 final report required by RCW 69.50.550;

1 (c) Beginning July 1, 2015, five thousand dollars to the  
2 University of Washington alcohol and drug abuse institute for the  
3 creation, maintenance, and timely updating of web-based public  
4 education materials providing medically and scientifically accurate  
5 information about the health and safety risks posed by marijuana use;

6 (d) An amount not less than one million two hundred fifty  
7 thousand dollars to the state liquor and cannabis board for  
8 administration of this chapter as appropriated in the omnibus  
9 appropriations act;

10 (e) Twenty-three thousand seven hundred fifty dollars to the  
11 department of enterprise services provided solely for the state  
12 building code council established under RCW 19.27.070, to develop and  
13 adopt fire and building code provisions related to marijuana  
14 processing and extraction facilities. The distribution under this  
15 subsection (1)(e) is for fiscal year 2016 only;

16 (2) From the amounts in the dedicated marijuana account after  
17 appropriation of the amounts identified in subsection (1) of this  
18 section, the legislature must appropriate for the purposes listed in  
19 this subsection (2) as follows:

20 (a)(i) Up to fifteen percent to the department of social and  
21 health services division of behavioral health and recovery for the  
22 development, implementation, maintenance, and evaluation of programs  
23 and practices aimed at the prevention or reduction of maladaptive  
24 substance use, substance use disorder, substance abuse or substance  
25 dependence, as these terms are defined in the Diagnostic and  
26 Statistical Manual of Mental Disorders, among middle school and high  
27 school-age students, whether as an explicit goal of a given program  
28 or practice or as a consistently corresponding effect of its  
29 implementation, mental health services for children and youth, and  
30 services for pregnant and parenting women; PROVIDED, That:

31 (A) Of the funds appropriated under (a)(i) of this subsection for  
32 new programs and new services, at least eighty-five percent must be  
33 directed to evidence-based or research-based programs and practices  
34 that produce objectively measurable results and, by September 1,  
35 2020, are cost-beneficial; and

36 (B) Up to fifteen percent of the funds appropriated under (a)(i)  
37 of this subsection for new programs and new services may be directed  
38 to proven and tested practices, emerging best practices, or promising  
39 practices.

1 (ii) In deciding which programs and practices to fund, the  
2 secretary of the department of social and health services must  
3 consult, at least annually, with the University of Washington's  
4 social development research group and the University of Washington's  
5 alcohol and drug abuse institute.

6 (iii) For the fiscal year beginning July 1, 2016, the legislature  
7 must appropriate a minimum of twenty-seven million seven hundred  
8 eighty-six thousand dollars, and for each subsequent fiscal year  
9 thereafter, the legislature must appropriate a minimum of twenty-five  
10 million five hundred thirty-six thousand dollars under this  
11 subsection (2)(a);

12 (b)(i) Up to ten percent to the department of health for the  
13 following, subject to (b)(ii) of this subsection (2):

14 (A) Creation, implementation, operation, and management of a  
15 marijuana education and public health program that contains the  
16 following:

17 (I) A marijuana use public health hotline that provides referrals  
18 to substance abuse treatment providers, utilizes evidence-based or  
19 research-based public health approaches to minimizing the harms  
20 associated with marijuana use, and does not solely advocate an  
21 abstinence-only approach;

22 (II) A grants program for local health departments or other local  
23 community agencies that supports development and implementation of  
24 coordinated intervention strategies for the prevention and reduction  
25 of marijuana use by youth; and

26 (III) Media-based education campaigns across television,  
27 internet, radio, print, and out-of-home advertising, separately  
28 targeting youth and adults, that provide medically and scientifically  
29 accurate information about the health and safety risks posed by  
30 marijuana use;

31 (B) The Washington poison control center; and

32 (C) During the 2015-2017 fiscal biennium, the funds appropriated  
33 under this subsection (2)(b) may be used for prevention activities  
34 that target youth and populations with a high incidence of tobacco  
35 use.

36 (ii) For the fiscal year beginning July 1, 2016, the legislature  
37 must appropriate a minimum of seven million five hundred thousand  
38 dollars and for each subsequent fiscal year thereafter, the  
39 legislature must appropriate a minimum of nine million seven hundred  
40 fifty thousand dollars under this subsection (2)(b);

1 (c)(i) Up to six-tenths of one percent to the University of  
2 Washington and four-tenths of one percent to Washington State  
3 University for research on the short and long-term effects of  
4 marijuana use, to include but not be limited to formal and informal  
5 methods for estimating and measuring intoxication and impairment, and  
6 for the dissemination of such research.

7 (ii) For the fiscal year beginning July 1, 2016, the legislature  
8 must appropriate a minimum of two hundred seven thousand dollars and  
9 for each subsequent fiscal year, except for the 2017-2019 fiscal  
10 biennium, the legislature must appropriate a minimum of one million  
11 twenty-one thousand dollars to the University of Washington. For the  
12 fiscal year beginning July 1, 2016, the legislature must appropriate  
13 a minimum of one hundred thirty-eight thousand dollars and for each  
14 subsequent fiscal year thereafter, except for the 2017-2019 fiscal  
15 biennium, a minimum of six hundred eighty-one thousand dollars to  
16 Washington State University under this subsection (2)(c);

17 (d) Fifty percent to the state basic health plan trust account to  
18 be administered by the Washington basic health plan administrator and  
19 used as provided under chapter 70.47 RCW;

20 (e) Five percent to the Washington state health care authority to  
21 be expended exclusively through contracts with community health  
22 centers to provide primary health and dental care services, migrant  
23 health services, and maternity health care services as provided under  
24 RCW 41.05.220;

25 (f)(i) Up to three-tenths of one percent to the office of the  
26 superintendent of public instruction to fund grants to building  
27 bridges programs under chapter 28A.175 RCW.

28 (ii) For the fiscal year beginning July 1, 2016, and each  
29 subsequent fiscal year, the legislature must appropriate a minimum of  
30 five hundred eleven thousand dollars to the office of the  
31 superintendent of public instruction under this subsection (2)(f);  
32 and

33 (g) At the end of each fiscal year, the treasurer must transfer  
34 any amounts in the dedicated marijuana account that are not  
35 appropriated pursuant to subsection (1) of this section and this  
36 subsection (2) into the general fund, except as provided in (g)(i) of  
37 this subsection (2).

38 (i) Beginning in fiscal year 2018, if marijuana excise tax  
39 collections deposited into the general fund in the prior fiscal year  
40 exceed twenty-five million dollars, then each fiscal year the



1 legislature must appropriate an amount equal to thirty percent of all  
2 marijuana excise taxes deposited into the general fund the prior  
3 fiscal year to the treasurer for distribution to counties, cities,  
4 and towns as follows:

5 (A) Thirty percent must be distributed to counties, cities, and  
6 towns where licensed marijuana retailers are physically located. Each  
7 jurisdiction must receive a share of the revenue distribution under  
8 this subsection (2)(g)(i)(A) based on the proportional share of the  
9 total revenues generated in the individual jurisdiction from the  
10 taxes collected under RCW 69.50.535, from licensed marijuana  
11 retailers physically located in each jurisdiction. For purposes of  
12 this subsection (2)(g)(i)(A), one hundred percent of the proportional  
13 amount attributed to a retailer physically located in a city or town  
14 must be distributed to the city or town.

15 (B) Seventy percent must be distributed to counties, cities, and  
16 towns ratably on a per capita basis. Counties must receive sixty  
17 percent of the distribution, which must be disbursed based on each  
18 county's total proportional population. Funds may only be distributed  
19 to jurisdictions that do not prohibit the siting of any state  
20 licensed marijuana producer, processor, or retailer.

21 (ii) Distribution amounts allocated to each county, city, and  
22 town must be distributed in four installments by the last day of each  
23 fiscal quarter.

24 (iii) By September 15th of each year, the state liquor and  
25 cannabis board must provide the state treasurer the annual  
26 distribution amount, if any, for each county and city as determined  
27 in (g)(i) of this subsection (2).

28 (iv) The total share of marijuana excise tax revenues distributed  
29 to counties and cities in (g)(i) of this subsection (2) may not  
30 exceed fifteen million dollars in fiscal years 2018 and 2019 and  
31 twenty million dollars per fiscal year thereafter.

32 For the purposes of this section, "marijuana products" means  
33 "useable marijuana," "marijuana concentrates," and "marijuana-infused  
34 products" as those terms are defined in RCW 69.50.101.

35 **Sec. 961.** RCW 70.93.180 and 2015 c 15 s 3 are each amended to  
36 read as follows:

37 (1) There is hereby created an account within the state treasury  
38 to be known as the waste reduction, recycling, and litter control  
39 account. Moneys in the account may be spent only after appropriation.

1 Expenditures from the waste reduction, recycling, and litter control  
2 account shall be used as follows:

3 (a) Fifty percent to the department of ecology, for use by the  
4 departments of ecology, natural resources, revenue, transportation,  
5 and corrections, and the parks and recreation commission, for use in  
6 litter collection programs, to be distributed under RCW 70.93.220.  
7 The amount to the department of ecology shall also be used for a  
8 central coordination function for litter control efforts statewide;  
9 for statewide public awareness programs under RCW 70.93.200(7); and  
10 to support employment of youth in litter cleanup as intended in RCW  
11 70.93.020, and for litter pick up using other authorized agencies.  
12 The amount to the department shall also be used to defray the costs  
13 of administering the funding, coordination, and oversight of local  
14 government programs for waste reduction, litter control, recycling,  
15 and composting so that local governments can apply one hundred  
16 percent of their funding to achieving program goals. The amount to  
17 the department of revenue shall be used to enforce compliance with  
18 the litter tax imposed in chapter 82.19 RCW;

19 (b)(i) Twenty percent to the department for local government  
20 funding programs for waste reduction, litter control, recycling  
21 activities, and composting activities by cities and counties under  
22 RCW 70.93.250, to be administered by the department of ecology; (ii)  
23 any unspent funds under (b)(i) of this subsection may be used to  
24 create and pay for a matching fund competitive grant program to be  
25 used by local governments and nonprofit organizations for local or  
26 statewide education programs designed to help the public with litter  
27 control, waste reduction, recycling, and composting of primarily the  
28 products taxed under chapter 82.19 RCW. Grants must adhere to the  
29 following requirements: (A) No grant may exceed sixty thousand  
30 dollars; (B) grant recipients shall match the grant funding allocated  
31 by the department by an amount equal to twenty-five percent of  
32 eligible expenses. A local government's share of these costs may be  
33 met by cash or contributed services; (C) the obligation of the  
34 department to make grant payments is contingent upon the availability  
35 of the amount of money appropriated for this subsection (1)(b); and  
36 (D) grants are managed under the guidelines for existing grant  
37 programs; and

38 (c) Thirty percent to the department of ecology to: (i) Implement  
39 activities under RCW 70.93.200 for waste reduction, recycling, and  
40 composting efforts; (ii) provide technical assistance to local

1 governments for commercial business and residential recycling  
2 programs primarily for the products taxed under chapter 82.19 RCW  
3 designed to educate citizens about waste reduction, litter control,  
4 and recyclable and compostable products and programs; and (iii)  
5 increase access to waste reduction, composting, and recycling  
6 programs, particularly for food packaging and plastic bags and  
7 appropriate composting techniques.

8 (2) All taxes imposed in RCW 82.19.010 and fines and bail  
9 forfeitures collected or received pursuant to this chapter shall be  
10 deposited in the waste reduction, recycling, and litter control  
11 account and used for the programs under subsection (1) of this  
12 section.

13 (3) Not less than five percent and no more than ten percent of  
14 the amount appropriated into the waste reduction, recycling, and  
15 litter control account every biennium shall be reserved for capital  
16 needs, including the purchase of vehicles for transporting crews and  
17 for collecting litter and solid waste. Capital funds shall be  
18 distributed among state agencies and local governments according to  
19 the same criteria provided in RCW 70.93.220 for the remainder of the  
20 funds, so that the most effective waste reduction, litter control,  
21 recycling, and composting programs receive the most funding. The  
22 intent of this subsection is to provide funds for the purchase of  
23 equipment that will enable the department to account for the greatest  
24 return on investment in terms of reaching a zero litter goal.

25 (4) Funds in the waste reduction, recycling, and litter control  
26 account, collected under chapter 82.19 RCW, must be prioritized for  
27 the products identified under RCW 82.19.020 solely for the purposes  
28 of recycling, composting, and litter collection, reduction, and  
29 control programs.

30 (5) During the 2017-2019 fiscal biennium, the legislature may  
31 direct the state treasurer to make transfers of moneys in the waste  
32 reduction, recycling, and litter control account to the state parks  
33 renewal and stewardship account.

34 **Sec. 962.** RCW 70.105D.070 and 2016 sp.s. c 36 s 943 are each  
35 amended to read as follows:

36 (1) The state toxics control account and the local toxics control  
37 account are hereby created in the state treasury.

38 (2)(a) Moneys collected under RCW 82.21.030 must be deposited as  
39 follows: Fifty-six percent to the state toxics control account under

1 subsection (3) of this section and forty-four percent to the local  
2 toxics control account under subsection (4) of this section. When the  
3 cumulative amount of deposits made to the state and local toxics  
4 control accounts under this section reaches the limit during a fiscal  
5 year as established in (b) of this subsection, the remainder of the  
6 moneys collected under RCW 82.21.030 during that fiscal year must be  
7 deposited into the environmental legacy stewardship account created  
8 in RCW 70.105D.170.

9 (b) The limit on distributions of moneys collected under RCW  
10 82.21.030 to the state and local toxics control accounts for the  
11 fiscal year beginning July 1, 2013, is one hundred forty million  
12 dollars.

13 (c) In addition to the funds required under (a) of this  
14 subsection, the following moneys must be deposited into the state  
15 toxics control account: (i) The costs of remedial actions recovered  
16 under this chapter or chapter 70.105A RCW; (ii) penalties collected  
17 or recovered under this chapter; and (iii) any other money  
18 appropriated or transferred to the account by the legislature.

19 (3) Moneys in the state toxics control account must be used only  
20 to carry out the purposes of this chapter, including but not limited  
21 to the following activities:

22 (a) The state's responsibility for hazardous waste planning,  
23 management, regulation, enforcement, technical assistance, and public  
24 education required under chapter 70.105 RCW;

25 (b) The state's responsibility for solid waste planning,  
26 management, regulation, enforcement, technical assistance, and public  
27 education required under chapter 70.95 RCW;

28 (c) The hazardous waste clean-up program required under this  
29 chapter;

30 (d) State matching funds required under federal cleanup law;

31 (e) Financial assistance for local programs in accordance with  
32 chapters 70.95, 70.95C, 70.95I, and 70.105 RCW;

33 (f) State government programs for the safe reduction, recycling,  
34 or disposal of paint and hazardous wastes from households, small  
35 businesses, and agriculture;

36 (g) Oil and hazardous materials spill prevention, preparedness,  
37 training, and response activities;

38 (h) Water and environmental health protection and monitoring  
39 programs;

40 (i) Programs authorized under chapter 70.146 RCW;

1 (j) A public participation program;

2 (k) Public funding to assist potentially liable persons to pay  
3 for the costs of remedial action in compliance with clean-up  
4 standards under RCW 70.105D.030(2)(e) but only when the amount and  
5 terms of such funding are established under a settlement agreement  
6 under RCW 70.105D.040(4) and when the director has found that the  
7 funding will achieve both: (i) A substantially more expeditious or  
8 enhanced cleanup than would otherwise occur; and (ii) the prevention  
9 or mitigation of unfair economic hardship;

10 (l) Development and demonstration of alternative management  
11 technologies designed to carry out the hazardous waste management  
12 priorities of RCW 70.105.150;

13 (m) State agriculture and health programs for the safe use,  
14 reduction, recycling, or disposal of pesticides;

15 (n) Storm water pollution control projects and activities that  
16 protect or preserve existing remedial actions or prevent hazardous  
17 clean-up sites;

18 (o) Funding requirements to maintain receipt of federal funds  
19 under the federal solid waste disposal act (42 U.S.C. Sec. 6901 et  
20 seq.);

21 (p) Air quality programs and actions for reducing public exposure  
22 to toxic air pollution;

23 (q) Public funding to assist prospective purchasers to pay for  
24 the costs of remedial action in compliance with clean-up standards  
25 under RCW 70.105D.030(2)(e) if:

26 (i) The facility is located within a redevelopment opportunity  
27 zone designated under RCW 70.105D.150;

28 (ii) The amount and terms of the funding are established under a  
29 settlement agreement under RCW 70.105D.040(5); and

30 (iii) The director has found the funding meets any additional  
31 criteria established in rule by the department, will achieve a  
32 substantially more expeditious or enhanced cleanup than would  
33 otherwise occur, and will provide a public benefit in addition to  
34 cleanup commensurate with the scope of the public funding;

35 (r) Petroleum-based plastic or expanded polystyrene foam debris  
36 cleanup activities in fresh or marine waters;

37 (s) Appropriations to the local toxics control account or the  
38 environmental legacy stewardship account created in RCW 70.105D.170,  
39 if the legislature determines that priorities for spending exceed  
40 available funds in those accounts;

1 (t) During the ((2013-2015 and)) 2015-2017 and 2017-2019 fiscal  
2 biennia, the department of ecology's water quality, shorelands,  
3 environmental assessment, administration, and air quality programs;

4 (u) During the 2013-2015 fiscal biennium, actions at the state  
5 conservation commission to improve water quality for shellfish;

6 (v) During the 2013-2015 and 2015-2017 fiscal biennia, actions at  
7 the University of Washington for reducing ocean acidification;

8 (w) During the 2015-2017 and 2017-2019 fiscal ((biennium))  
9 biennia, for the University of Washington Tacoma soil remediation  
10 project;

11 (x) For the 2013-2015 fiscal biennium, moneys in the state toxics  
12 control account may be spent on projects in section 3160, chapter 19,  
13 Laws of 2013 2nd sp. sess. and for transfer to the local toxics  
14 control account;

15 (y) For the 2013-2015 fiscal biennium, moneys in the state toxics  
16 control account may be transferred to the radioactive mixed waste  
17 account; and

18 (z) For the 2015-2017 and 2017-2019 fiscal ((biennium)) biennia,  
19 forest practices regulation at the department of natural resources.

20 (4)(a) The department shall use moneys deposited in the local  
21 toxics control account for grants or loans to local governments for  
22 the following purposes in descending order of priority:

23 (i) Extended grant agreements entered into under (e)(i) of this  
24 subsection;

25 (ii) Remedial actions, including planning for adaptive reuse of  
26 properties as provided for under (e)(iv) of this subsection. The  
27 department must prioritize funding of remedial actions at:

28 (A) Facilities on the department's hazardous sites list with a  
29 high hazard ranking for which there is an approved remedial action  
30 work plan or an equivalent document under federal cleanup law;

31 (B) Brownfield properties within a redevelopment opportunity zone  
32 if the local government is a prospective purchaser of the property  
33 and there is a department-approved remedial action work plan or  
34 equivalent document under the federal cleanup law;

35 (iii) Storm water pollution source projects that: (A) Work in  
36 conjunction with a remedial action; (B) protect completed remedial  
37 actions against recontamination; or (C) prevent hazardous clean-up  
38 sites;

39 (iv) Hazardous waste plans and programs under chapter 70.105 RCW;

1 (v) Solid waste plans and programs under chapters 70.95, 70.95C,  
2 70.95I, and 70.105 RCW;

3 (vi) Petroleum-based plastic or expanded polystyrene foam debris  
4 cleanup activities in fresh or marine waters; and

5 (vii) Appropriations to the state toxics control account or the  
6 environmental legacy stewardship account created in RCW 70.105D.170,  
7 if the legislature determines that priorities for spending exceed  
8 available funds in those accounts.

9 (b) Funds for plans and programs must be allocated consistent  
10 with the priorities and matching requirements established in chapters  
11 70.105, 70.95C, 70.95I, and 70.95 RCW.

12 (c) During the 2013-2015 fiscal biennium, the local toxics  
13 control account may also be used for local government storm water  
14 planning and implementation activities.

15 (d) During the 2013-2015 fiscal biennium, the legislature may  
16 transfer from the local toxics control account to the state general  
17 fund, such amounts as reflect the excess fund balance in the account.

18 (e) To expedite cleanups throughout the state, the department may  
19 use the following strategies when providing grants to local  
20 governments under this subsection:

21 (i) Enter into an extended grant agreement with a local  
22 government conducting remedial actions at a facility where those  
23 actions extend over multiple biennia and the total eligible cost of  
24 those actions exceeds twenty million dollars. The agreement is  
25 subject to the following limitations:

26 (A) The initial duration of such an agreement may not exceed ten  
27 years. The department may extend the duration of such an agreement  
28 upon finding substantial progress has been made on remedial actions  
29 at the facility;

30 (B) Extended grant agreements may not exceed fifty percent of the  
31 total eligible remedial action costs at the facility; and

32 (C) The department may not allocate future funding to an extended  
33 grant agreement unless the local government has demonstrated to the  
34 department that funds awarded under the agreement during the previous  
35 biennium have been substantially expended or contracts have been  
36 entered into to substantially expend the funds;

37 (ii) Enter into a grant agreement with a local government  
38 conducting a remedial action that provides for periodic reimbursement  
39 of remedial action costs as they are incurred as established in the  
40 agreement;

1 (iii) Enter into a grant agreement with a local government prior  
2 to it acquiring a property or obtaining necessary access to conduct  
3 remedial actions, provided the agreement is conditioned upon the  
4 local government acquiring the property or obtaining the access in  
5 accordance with a schedule specified in the agreement;

6 (iv) Provide integrated planning grants to local governments to  
7 fund studies necessary to facilitate remedial actions at brownfield  
8 properties and adaptive reuse of properties following remediation.  
9 Eligible activities include, but are not limited to: Environmental  
10 site assessments; remedial investigations; health assessments;  
11 feasibility studies; site planning; community involvement; land use  
12 and regulatory analyses; building and infrastructure assessments;  
13 economic and fiscal analyses; and any environmental analyses under  
14 chapter 43.21C RCW;

15 (v) Provide grants to local governments for remedial actions  
16 related to area-wide groundwater contamination. To receive the  
17 funding, the local government does not need to be a potentially  
18 liable person or be required to seek reimbursement of grant funds  
19 from a potentially liable person;

20 (vi) The director may alter grant matching requirements to create  
21 incentives for local governments to expedite cleanups when one of the  
22 following conditions exists:

23 (A) Funding would prevent or mitigate unfair economic hardship  
24 imposed by the clean-up liability;

25 (B) Funding would create new substantial economic development,  
26 public recreational opportunities, or habitat restoration  
27 opportunities that would not otherwise occur; or

28 (C) Funding would create an opportunity for acquisition and  
29 redevelopment of brownfield property under RCW 70.105D.040(5) that  
30 would not otherwise occur;

31 (vii) When pending grant applications under (e)(iv) and (v) of  
32 this subsection (4) exceed the amount of funds available, designated  
33 redevelopment opportunity zones must receive priority for  
34 distribution of available funds.

35 (f) To expedite multiparty clean-up efforts, the department may  
36 purchase remedial action cost-cap insurance. For the 2013-2015 fiscal  
37 biennium, moneys in the local toxics control account may be spent on  
38 projects in sections 3024, 3035, 3036, and 3059, chapter 19, Laws of  
39 2013 2nd sp. sess.



1 (5) Except for unanticipated receipts under RCW 43.79.260 through  
2 43.79.282, moneys in the state and local toxics control accounts may  
3 be spent only after appropriation by statute.

4 (6) No moneys deposited into either the state or local toxics  
5 control account may be used for: Natural disasters where there is no  
6 hazardous substance contamination; high performance buildings; solid  
7 waste incinerator facility feasibility studies, construction,  
8 maintenance, or operation; or after January 1, 2010, for projects  
9 designed to address the restoration of Puget Sound, funded in a  
10 competitive grant process, that are in conflict with the action  
11 agenda developed by the Puget Sound partnership under RCW 90.71.310.  
12 However, this subsection does not prevent an appropriation from the  
13 state toxics control account to the department of revenue to enforce  
14 compliance with the hazardous substance tax imposed in chapter 82.21  
15 RCW.

16 (7) Except during the 2011-2013 and the 2015-2017 fiscal biennia,  
17 one percent of the moneys collected under RCW 82.21.030 shall be  
18 allocated only for public participation grants to persons who may be  
19 adversely affected by a release or threatened release of a hazardous  
20 substance and to not-for-profit public interest organizations. The  
21 primary purpose of these grants is to facilitate the participation by  
22 persons and organizations in the investigation and remedying of  
23 releases or threatened releases of hazardous substances and to  
24 implement the state's solid and hazardous waste management  
25 priorities. No grant may exceed sixty thousand dollars. Grants may be  
26 renewed annually. Moneys appropriated for public participation that  
27 are not expended at the close of any biennium revert to the state  
28 toxics control account.

29 (8) The department shall adopt rules for grant or loan issuance  
30 and performance. To accelerate both remedial action and economic  
31 recovery, the department may expedite the adoption of rules necessary  
32 to implement chapter 1, Laws of 2013 2nd sp. sess. using the  
33 expedited procedures in RCW 34.05.353. The department shall initiate  
34 the award of financial assistance by August 1, 2013. To ensure the  
35 adoption of rules will not delay financial assistance, the department  
36 may administer the award of financial assistance through interpretive  
37 guidance pending the adoption of rules through July 1, 2014.

38 (9) Except as provided under subsection (3)(k) and (q) of this  
39 section, nothing in chapter 1, Laws of 2013 2nd sp. sess. affects the  
40 ability of a potentially liable person to receive public funding.

1 (10) During the 2015-2017 fiscal biennium the local toxics  
2 control account may also be used for the centennial clean water  
3 program and for the storm water financial assistance program  
4 administered by the department of ecology.

5 **Sec. 963.** RCW 70.105D.130 and 2010 1st sp.s. c 37 s 947 are each  
6 amended to read as follows:

7 (1) The cleanup settlement account is created in the state  
8 treasury. The account is not intended to replace the state toxics  
9 control account established under RCW 70.105D.070. All receipts from  
10 the sources identified in subsection (2) of this section must be  
11 deposited into the account. Moneys in the account may be spent only  
12 after appropriation. Expenditures from the account may be used only  
13 as identified in subsection (4) of this section.

14 (2) The following receipts must be deposited into the cleanup  
15 settlement account:

16 (a) Receipts from settlements or court orders that direct payment  
17 to the account and resolve a person's liability or potential  
18 liability under this chapter for either or both of the following:

19 (i) Conducting future remedial action at a specific facility, if  
20 it is not feasible to require the person to conduct the remedial  
21 action based on the person's financial insolvency, limited ability to  
22 pay, or insignificant contribution under RCW 70.105D.040(4)(a);

23 (ii) Assessing or addressing the injury to natural resources  
24 caused by the release of a hazardous substance from a specific  
25 facility; and

26 (b) Receipts from investment of the moneys in the account.

27 (3) If a settlement or court order does not direct payment of  
28 receipts described in subsection (2)(a) of this section into the  
29 cleanup settlement account, then the receipts from any payment to the  
30 state must be deposited into the state toxics control account.

31 (4) Expenditures from the cleanup settlement account may only be  
32 used to conduct remedial actions at the specific facility or to  
33 assess or address the injury to natural resources caused by the  
34 release of hazardous substances from that facility for which the  
35 moneys were deposited in the account. Conducting remedial actions or  
36 assessing or addressing injury to natural resources includes direct  
37 expenditures and indirect expenditures such as department oversight  
38 costs. During the ((2009-2011)) 2017-2019 fiscal biennium, the  
39 legislature may transfer excess fund balances in the account into the

1 state efficiency and restructuring account. Transfers of excess fund  
2 balances made under this section shall be made only to the extent  
3 amounts transferred with required repayments do not impair the  
4 ten-year spending plan administered by the department of ecology for  
5 environmental remedial actions dedicated for any designated clean-up  
6 site associated with the Everett smelter and Tacoma smelter,  
7 including plumes, or former Asarco mine sites. The cleanup settlement  
8 account must be repaid with interest under provisions of the state  
9 efficiency and restructuring account.

10 (5) The department shall track moneys received, interest earned,  
11 and moneys expended separately for each facility.

12 (6) After the department determines that all remedial actions at  
13 a specific facility, and all actions assessing or addressing injury  
14 to natural resources caused by the release of hazardous substances  
15 from that facility, are completed, including payment of all related  
16 costs, any moneys remaining for the specific facility must be  
17 transferred to the state toxics control account established under RCW  
18 70.105D.070.

19 (7) The department shall provide the office of financial  
20 management and the fiscal committees of the legislature with a report  
21 by October 31st of each year regarding the activity within the  
22 cleanup settlement account during the previous fiscal year.

23 **Sec. 964.** RCW 71.24.580 and 2016 sp.s. c 29 s 511 are each  
24 amended to read as follows:

25 (1) The criminal justice treatment account is created in the  
26 state treasury. Moneys in the account may be expended solely for: (a)  
27 Substance use disorder treatment and treatment support services for  
28 offenders with a substance use disorder that, if not treated, would  
29 result in addiction, against whom charges are filed by a prosecuting  
30 attorney in Washington state; (b) the provision of substance use  
31 disorder treatment services and treatment support services for  
32 nonviolent offenders within a drug court program; and (c) the  
33 administrative and overhead costs associated with the operation of a  
34 drug court. During the 2015-2017 fiscal biennium, the legislature may  
35 transfer from the criminal justice treatment account to the state  
36 general fund amounts as reflect the state savings associated with the  
37 implementation of the medicaid expansion of the federal affordable  
38 care act and the excess fund balance of the account. During the  
39 2017-2019 fiscal biennium, the legislature may direct the state

1 treasurer to make transfers of moneys in the criminal justice  
2 treatment account to the state general fund. Moneys in the account  
3 may be spent only after appropriation.

4 (2) For purposes of this section:

5 (a) "Treatment" means services that are critical to a  
6 participant's successful completion of his or her substance use  
7 disorder treatment program, but does not include the following  
8 services: Housing other than that provided as part of an inpatient  
9 substance use disorder treatment program, vocational training, and  
10 mental health counseling; and

11 (b) "Treatment support" means transportation to or from inpatient  
12 or outpatient treatment services when no viable alternative exists,  
13 and child care services that are necessary to ensure a participant's  
14 ability to attend outpatient treatment sessions.

15 (3) Revenues to the criminal justice treatment account consist  
16 of: (a) Funds transferred to the account pursuant to this section;  
17 and (b) any other revenues appropriated to or deposited in the  
18 account.

19 (4)(a) For the fiscal year beginning July 1, 2006, and each  
20 subsequent fiscal year, the amount transferred shall be increased on  
21 an annual basis by the implicit price deflator as published by the  
22 federal bureau of labor statistics.

23 (b) In each odd-numbered year, the legislature shall appropriate  
24 the amount transferred to the criminal justice treatment account in  
25 (a) of this subsection to the department for the purposes of  
26 subsection (5) of this section.

27 (5) Moneys appropriated to the department from the criminal  
28 justice treatment account shall be distributed as specified in this  
29 subsection. The department may retain up to three percent of the  
30 amount appropriated under subsection (4)(b) of this section for its  
31 administrative costs.

32 (a) Seventy percent of amounts appropriated to the department  
33 from the account shall be distributed to counties pursuant to the  
34 distribution formula adopted under this section. The division of  
35 alcohol and substance abuse, in consultation with the department of  
36 corrections, the Washington state association of counties, the  
37 Washington state association of drug court professionals, the  
38 superior court judges' association, the Washington association of  
39 prosecuting attorneys, representatives of the criminal defense bar,  
40 representatives of substance use disorder treatment providers, and

1 any other person deemed by the department to be necessary, shall  
2 establish a fair and reasonable methodology for distribution to  
3 counties of moneys in the criminal justice treatment account. County  
4 or regional plans submitted for the expenditure of formula funds must  
5 be approved by the panel established in (b) of this subsection.

6 (b) Thirty percent of the amounts appropriated to the department  
7 from the account shall be distributed as grants for purposes of  
8 treating offenders against whom charges are filed by a county  
9 prosecuting attorney. The department shall appoint a panel of  
10 representatives from the Washington association of prosecuting  
11 attorneys, the Washington association of sheriffs and police chiefs,  
12 the superior court judges' association, the Washington state  
13 association of counties, the Washington defender's association or the  
14 Washington association of criminal defense lawyers, the department of  
15 corrections, the Washington state association of drug court  
16 professionals, substance use disorder treatment providers, and the  
17 division. The panel shall review county or regional plans for funding  
18 under (a) of this subsection and grants approved under this  
19 subsection. The panel shall attempt to ensure that treatment as  
20 funded by the grants is available to offenders statewide.

21 (6) The county alcohol and drug coordinator, county prosecutor,  
22 county sheriff, county superior court, a substance abuse treatment  
23 provider appointed by the county legislative authority, a member of  
24 the criminal defense bar appointed by the county legislative  
25 authority, and, in counties with a drug court, a representative of  
26 the drug court shall jointly submit a plan, approved by the county  
27 legislative authority or authorities, to the panel established in  
28 subsection (5)(b) of this section, for disposition of all the funds  
29 provided from the criminal justice treatment account within that  
30 county. The funds shall be used solely to provide approved alcohol  
31 and substance abuse treatment pursuant to RCW 71.24.560, treatment  
32 support services, and for the administrative and overhead costs  
33 associated with the operation of a drug court.

34 (a) No more than ten percent of the total moneys received under  
35 subsections (4) and (5) of this section by a county or group of  
36 counties participating in a regional agreement shall be spent on the  
37 administrative and overhead costs associated with the operation of a  
38 drug court.

39 (b) No more than ten percent of the total moneys received under  
40 subsections (4) and (5) of this section by a county or group of

1 counties participating in a regional agreement shall be spent for  
2 treatment support services.

3 (7) Counties are encouraged to consider regional agreements and  
4 submit regional plans for the efficient delivery of treatment under  
5 this section.

6 (8) Moneys allocated under this section shall be used to  
7 supplement, not supplant, other federal, state, and local funds used  
8 for substance abuse treatment.

9 (9) Counties must meet the criteria established in RCW  
10 2.30.030(3).

11 (10) The authority under this section to use funds from the  
12 criminal justice treatment account for the administrative and  
13 overhead costs associated with the operation of a drug court expires  
14 June 30, 2015.

15 **Sec. 965.** RCW 77.12.203 and 2015 3rd sp.s. c 4 s 971 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 must pay by April 30th of each year on game lands,  
20 regardless of acreage, in each county, if requested by an election  
21 under RCW 77.12.201, an amount in lieu of real property taxes equal  
22 to that amount paid on similar parcels of open space land taxable  
23 under chapter 84.34 RCW or the greater of seventy cents per acre per  
24 year or the amount paid in 1984 plus an additional amount for control  
25 of noxious weeds equal to that which would be paid if such lands were  
26 privately owned. This amount may not be assessed or paid on  
27 department buildings, structures, facilities, game farms, fish  
28 hatcheries, water access sites, tidelands, or public fishing areas.

29 (2) "Game lands," as used in this section and RCW 77.12.201,  
30 means those tracts, regardless of acreage, owned in fee by the  
31 department and used for wildlife habitat and public recreational  
32 purposes. All lands purchased for wildlife habitat, public access, or  
33 recreation purposes with federal funds in the Snake River drainage  
34 basin are considered game lands regardless of acreage.

35 (3) This section does not apply to lands transferred after April  
36 23, 1990, to the department from other state agencies.

37 (4) The county must distribute the amount received under this  
38 section in lieu of real property taxes to all property taxing  
39 districts except the state in appropriate tax code areas the same way

1 it would distribute local property taxes from private property. The  
2 county must distribute the amount received under this section for  
3 weed control to the appropriate weed district.

4 (5) For the 2013-2015 and 2015-2017 fiscal biennia, the director  
5 must pay by April 30th of each year on game lands in each county, if  
6 requested by an election under RCW 77.12.201, an amount in lieu of  
7 real property taxes and must be distributed as follows:

8	<b>County</b>
9	Adams.....1,909
10	Asotin..... 36,123
11	Chelan.....24,757
12	Columbia..... 7,795
13	Ferry..... 6,781
14	Garfield.....4,840
15	Grant..... 37,443
16	Kittitas..... 143,974
17	Klickitat..... 21,906
18	Lincoln..... 13,535
19	Okanogan..... 151,402
20	Pend Oreille..... 3,309
21	Yakima..... 126,225

22 These amounts may not be assessed or paid on department buildings,  
23 structures, facilities, game farms, fish hatcheries, water access  
24 sites, tidelands, or public fishing areas.

25 (6) For the 2017-2019 fiscal biennium, the director must pay by  
26 April 30th of each year on game lands in each county, if requested by  
27 an election under RCW 77.12.201, an amount in lieu of real property  
28 taxes and must be distributed as follows:

29	<b><u>County</u></b>
30	<u>Adams.....5,223</u>
31	<u>Asotin..... 132,917</u>
32	<u>Chelan.....70,666</u>
33	<u>Columbia..... 21,330</u>
34	<u>Ferry..... 18,555</u>

1	<u>Garfield.....</u>	<u>13,242</u>
2	<u>Grant.....</u>	<u>102,552</u>
3	<u>Kittitas.....</u>	<u>395,209</u>
4	<u>Klickitat.....</u>	<u>59,983</u>
5	<u>Lincoln.....</u>	<u>37,032</u>
6	<u>Okanogan.....</u>	<u>421,645</u>
7	<u>Pend Oreille.....</u>	<u>8,916</u>
8	<u>Yakima.....</u>	<u>329,233</u>

9 These amounts may not be assessed or paid on department buildings,  
10 structures, facilities, game farms, fish hatcheries, water access  
11 sites, tidelands, or public fishing areas.

12 **Sec. 966.** RCW 79.13.120 and 2003 c 334 s 369 are each amended to  
13 read as follows:

14 (1) The department must give thirty days' notice of leasing by  
15 public auction. The notice must:

16 (a) Specify the place and time of auction, bid deposit if any,  
17 the appraised value, describe each parcel to be leased, and the terms  
18 and conditions of the lease;

19 (b) Be posted in some conspicuous place in the county auditor's  
20 office and the department's regional headquarters administering the  
21 lease; and

22 (c) Be published in at least two newspapers of general  
23 circulation in the area where the state land subject to public  
24 auction leasing is located.

25 (2) Notice of intent to lease by negotiation must be published in  
26 at least two newspapers of general circulation in the area where the  
27 state land subject to lease negotiation is located. The notice must  
28 be published within the ninety days preceding commencement of  
29 negotiations.

30 (3) The department is authorized to conduct any additional  
31 advertising that it determines to be in the best interest of the  
32 state.

33 (4) During the 2017-2019 fiscal biennium, the legislature may  
34 direct the department to make certain lands available for lease.

35 **Sec. 967.** RCW 79.17.200 and 1992 c 167 s 2 are each amended to  
36 read as follows:



1 (1) For the purposes of this section, "public agency" means any  
2 agency, political subdivision, or unit of local government of this  
3 state including, but not limited to, municipal corporations, quasi-  
4 municipal corporations, special purpose districts, and local service  
5 districts; any agency of the state government; any agency of the  
6 United States; and any Indian tribe recognized as such by the federal  
7 government.

8 (2) With the approval of the board of natural resources, the  
9 department of natural resources may directly transfer or dispose of  
10 real property, without public auction, in the following  
11 circumstances:

12 (a) Transfers in lieu of condemnations;

13 (b) Transfers to public agencies; and

14 (c) Transfers to resolve trespass and property ownership  
15 disputes.

16 (3) Real property to be transferred or disposed of under this  
17 section shall be transferred or disposed of only after appraisal and  
18 for at least fair market value, and only if such transaction is in  
19 the best interest of the state or affected trust.

20 (4) During the 2017-2019 fiscal biennium, the legislature may  
21 direct the department to transfer or dispose of certain water rights  
22 to a public agency under this section after appraisal for at least  
23 fair market value.

24 **Sec. 968.** RCW 79.64.040 and 2015 3rd sp.s. c 4 s 972 are each  
25 amended to read as follows:

26 (1) The board shall determine the amount deemed necessary in  
27 order to achieve the purposes of this chapter and shall provide by  
28 rule for the deduction of this amount from the moneys received from  
29 all leases, sales, contracts, licenses, permits, easements, and  
30 rights-of-way issued by the department and affecting state lands and  
31 aquatic lands, provided that no deduction shall be made from the  
32 proceeds from agricultural college lands.

33 (2) Moneys received as deposits from successful bidders, advance  
34 payments, and security under RCW 79.15.100, 79.15.080, and 79.11.150  
35 prior to December 1, 1981, which have not been subjected to deduction  
36 under this section are not subject to deduction under this section.

37 (3) Except as otherwise provided in subsection (5) of this  
38 section, the deductions authorized under this section shall not  
39 exceed twenty-five percent of the moneys received by the department

1 in connection with any one transaction pertaining to state lands and  
2 aquatic lands other than second-class tide and shore lands and the  
3 beds of navigable waters, and fifty percent of the moneys received by  
4 the department pertaining to second-class tide and shore lands and  
5 the beds of navigable waters.

6 (4) In the event that the department sells logs using the  
7 contract harvesting process described in RCW 79.15.500 through  
8 79.15.530, the moneys received subject to this section are the net  
9 proceeds from the contract harvesting sale.

10 (~~During the 2013-2015 fiscal biennium, the twenty-five~~  
11 ~~percent limitation on deductions set in subsection (3) of this~~  
12 ~~section may be increased up to thirty percent by the board.~~) During  
13 the 2015-2017 and 2017-2019 fiscal (~~(biennium)~~) biennia, the board  
14 may increase the twenty-five percent limitation up to thirty-two  
15 percent.

16 **Sec. 969.** RCW 79.64.110 and 2015 3rd sp.s. c 4 s 973 are each  
17 amended to read as follows:

18 (1) Any moneys derived from the lease of state forestlands or  
19 from the sale of valuable materials, oils, gases, coal, minerals, or  
20 fossils from those lands, or the appraised value of these resources  
21 when transferred to a public agency under RCW 79.22.060, except as  
22 provided in RCW 79.22.060(4), must be distributed as follows:

23 (a) For state forestlands acquired through RCW 79.22.040 or by  
24 exchange for lands acquired through RCW 79.22.040:

25 (i) The expense incurred by the state for administration,  
26 reforestation, and protection, not to exceed twenty-five percent,  
27 which rate of percentage shall be determined by the board, must be  
28 returned to the forest development account created in RCW 79.64.100.  
29 During the 2015-2017 and 2017-2019 fiscal (~~(biennium)~~) biennia, the  
30 board may increase the twenty-five percent limitation up to twenty-  
31 seven percent.

32 (ii) Any balance remaining must be paid to the county in which  
33 the land is located or, for counties participating in a land pool  
34 created under RCW 79.22.140, to each participating county  
35 proportionate to its contribution of asset value to the land pool as  
36 determined by the board. Payments made under this subsection are to  
37 be paid, distributed, and prorated, except as otherwise provided in  
38 this section, to the various funds in the same manner as general  
39 taxes are paid and distributed during the year of payment.

1 (iii) Any balance remaining, paid to a county with a population  
2 of less than sixteen thousand, must first be applied to the reduction  
3 of any indebtedness existing in the current expense fund of the  
4 county during the year of payment.

5 (iv) With regard to moneys remaining under this subsection  
6 (1)(a), within seven working days of receipt of these moneys, the  
7 department shall certify to the state treasurer the amounts to be  
8 distributed to the counties. The state treasurer shall distribute  
9 funds to the counties four times per month, with no more than ten  
10 days between each payment date.

11 (b) For state forestlands acquired through RCW 79.22.010 or by  
12 exchange for lands acquired through RCW 79.22.010, except as provided  
13 in RCW 79.64.120:

14 (i) Fifty percent shall be placed in the forest development  
15 account.

16 (ii) Fifty percent shall be prorated and distributed to the state  
17 general fund, to be dedicated for the benefit of the public schools,  
18 to the county in which the land is located or, for counties  
19 participating in a land pool created under RCW 79.22.140, to each  
20 participating county proportionate to its contribution of asset value  
21 to the land pool as determined by the board, and according to the  
22 relative proportions of tax levies of all taxing districts in the  
23 county. The portion to be distributed to the state general fund shall  
24 be based on the regular school levy rate under RCW 84.52.065 and the  
25 levy rate for any maintenance and operation special school levies.  
26 With regard to the portion to be distributed to the counties, the  
27 department shall certify to the state treasurer the amounts to be  
28 distributed within seven working days of receipt of the money. The  
29 state treasurer shall distribute funds to the counties four times per  
30 month, with no more than ten days between each payment date. The  
31 money distributed to the county must be paid, distributed, and  
32 prorated to the various other funds in the same manner as general  
33 taxes are paid and distributed during the year of payment.

34 (2) A school district may transfer amounts deposited in its debt  
35 service fund pursuant to this section into its capital projects fund  
36 as authorized in RCW 28A.320.330.

37 **Sec. 970.** RCW 79.105.150 and 2015 3rd sp.s. c 4 s 974 are each  
38 amended to read as follows:

1 (1) After deduction for management costs as provided in RCW  
2 79.64.040 and payments to towns under RCW 79.115.150(2), all moneys  
3 received by the state from the sale or lease of state-owned aquatic  
4 lands and from the sale of valuable material from state-owned aquatic  
5 lands shall be deposited in the aquatic lands enhancement account  
6 which is hereby created in the state treasury. After appropriation,  
7 these funds shall be used solely for aquatic lands enhancement  
8 projects; for the purchase, improvement, or protection of aquatic  
9 lands for public purposes; for providing and improving access to the  
10 lands; and for volunteer cooperative fish and game projects. During  
11 the 2013-2015 ~~((and))~~, 2015-2017, and 2017-2019 fiscal biennia, the  
12 aquatic lands enhancement account may be used to support the  
13 shellfish program, the ballast water program, hatcheries, the Puget  
14 Sound toxic sampling program and steelhead mortality research at the  
15 department of fish and wildlife, the knotweed program at the  
16 department of agriculture, actions at the University of Washington  
17 for reducing ocean acidification, which may include the creation of a  
18 center on ocean acidification, ~~((and))~~ the Puget SoundCorps program,  
19 and support of the marine resource advisory council and the  
20 Washington coastal marine advisory council. During the 2013-2015  
21 fiscal biennium, the legislature may transfer from the aquatic lands  
22 enhancement account to the geoduck aquaculture research account for  
23 research related to shellfish aquaculture. During the 2015-2017  
24 fiscal biennium, the legislature may transfer moneys from the aquatic  
25 lands enhancement account to the marine resources stewardship trust  
26 account.

27 (2) In providing grants for aquatic lands enhancement projects,  
28 the recreation and conservation funding board shall:

29 (a) Require grant recipients to incorporate the environmental  
30 benefits of the project into their grant applications;

31 (b) Utilize the statement of environmental benefits,  
32 consideration, except as provided in RCW 79.105.610, of whether the  
33 applicant is a Puget Sound partner, as defined in RCW 90.71.010,  
34 whether a project is referenced in the action agenda developed by the  
35 Puget Sound partnership under RCW 90.71.310, and except as otherwise  
36 provided in RCW 79.105.630, and effective one calendar year following  
37 the development and statewide availability of model evergreen  
38 community management plans and ordinances under RCW 35.105.050,  
39 whether the applicant is an entity that has been recognized, and what  
40 gradation of recognition was received, in the evergreen community

1 recognition program created in RCW 35.105.030 in its prioritization  
2 and selection process; and

3 (c) Develop appropriate outcome-focused performance measures to  
4 be used both for management and performance assessment of the grants.

5 (3) To the extent possible, the department should coordinate its  
6 performance measure system with other natural resource-related  
7 agencies as defined in RCW 43.41.270.

8 (4) The department shall consult with affected interest groups in  
9 implementing this section.

10 (5) After January 1, 2010, any project designed to address the  
11 restoration of Puget Sound may be funded under this chapter only if  
12 the project is not in conflict with the action agenda developed by  
13 the Puget Sound partnership under RCW 90.71.310.

14 NEW SECTION. **Sec. 971.** A new section is added to chapter 28B.76  
15 RCW to read as follows:

16 The highway worker memorial scholarship account is created in the  
17 custody of the state treasurer. Moneys received from legislative  
18 appropriations and transfers, private donations, public or private  
19 gifts and grants, conveyances, and other sources may be deposited  
20 into the account. Expenditures from the account may be made only for  
21 the purposes of providing scholarships to children and surviving  
22 spouses of highway workers who lost his or her life or became totally  
23 disabled while employed by a general contractor or subcontractor on a  
24 state transportation project. Children and surviving spouses must  
25 apply to the office of student financial assistance, and if found to  
26 be eligible, may receive a scholarship in an amount of the annual  
27 cost of tuition at the enrolled individual's institution of higher  
28 education or the cost of undergraduate tuition and state-mandated  
29 fees at the most expensive Washington state public university,  
30 whichever is less. Eligible individuals may receive up to four annual  
31 scholarships. Scholarships will be provided on a first-come, first-  
32 served basis subject to the availability of moneys in the account.  
33 Disbursements from the account may be authorized only by the office  
34 of student financial assistance or the Washington student achievement  
35 council. An appropriation is not required for expenditures, but the  
36 account is subject to allotment procedures under chapter 43.88 RCW.

37 NEW SECTION. **Sec. 972.** A new section is added to chapter 43.31  
38 RCW to read as follows:

1 The state agency office relocation pool account is created in the  
2 custody of the state treasurer. All receipts from legislative  
3 appropriations and transfers must be deposited in the account.  
4 Expenditures from the account may be used only for state agency costs  
5 related to relocation of state agency offices. Authorized  
6 expenditures include lease payments and costs of relocation,  
7 equipment, furniture, and tenant improvements. Only the director of  
8 the office of financial management or the director's designee may  
9 authorize expenditures from the account. The account is subject to  
10 the allotment procedures under chapter 43.88 RCW, but an  
11 appropriation is not required for expenditures.

12 NEW SECTION. **Sec. 973.** A new section is added to chapter 43.41  
13 RCW to read as follows:

14 (1) The information technology investment account is created in  
15 the custody of the state treasurer. All receipts from legislative  
16 appropriations and transfers must be deposited into the account. Only  
17 the director of financial management or the director's designee may  
18 authorize expenditures from the account. The account is subject to  
19 allotment procedures under chapter 43.88 RCW, but an appropriation is  
20 not required for expenditures.

21 (2) Any residual balance of funds remaining in the information  
22 technology investment account created in section 705, chapter 705,  
23 Laws of 2015 3rd sp.s. and reenacted in subsection (1) of this  
24 section shall be transferred to the information technology investment  
25 account created in subsection (1) of this section on June 30, 2017.

26 NEW SECTION. **Sec. 974.** During the 2017-2019 fiscal biennium,  
27 any state agency receiving appropriations in this act is required to  
28 deposit into the disabled veteran assistance account created in RCW  
29 43.60A.215 the value of any cash reward, cash rebate, cash bonus, or  
30 other cash incentive received from the use of a credit card, fleet  
31 card, or any other payment card.

32 NEW SECTION. **Sec. 975.** Section 961 of this act (RCW 70.93.180)  
33 takes effect June 30, 2017.

34 **Sec. 976.** RCW 39.26.200 and 2015 c 44 s 1 are each amended to  
35 read as follows:

1 (1)(a) The director shall provide notice to the contractor of the  
2 director's intent to either fine or debar with the specific reason  
3 for either the fine or debarment. The department must establish the  
4 debarment and fining processes by rule.

5 (b) After reasonable notice to the contractor and reasonable  
6 opportunity for that contractor to be heard, the director has the  
7 authority to debar a contractor for cause from consideration for  
8 award of contracts. The debarment must be for a period of not more  
9 than three years.

10 (2) The director may either fine or debar a contractor based on a  
11 finding of one or more of the following causes:

12 (a) Conviction for commission of a criminal offense as an  
13 incident to obtaining or attempting to obtain a public or private  
14 contract or subcontract, or in the performance of such contract or  
15 subcontract;

16 (b) Conviction or a final determination in a civil action under  
17 state or federal statutes of fraud, embezzlement, theft, forgery,  
18 bribery, falsification or destruction of records, receiving stolen  
19 property, violation of the federal false claims act, 31 U.S.C. Sec.  
20 3729 et seq., or the state medicaid fraud false claims act, chapter  
21 74.66 RCW, or any other offense indicating a lack of business  
22 integrity or business honesty that currently, seriously, and directly  
23 affects responsibility as a state contractor;

24 (c) Conviction under state or federal antitrust statutes arising  
25 out of the submission of bids or proposals;

26 (d) Two or more violations within the previous five years of the  
27 federal labor relations act as determined by the national labor  
28 relations board or court of competent jurisdiction;

29 (e) Violation of contract provisions, as set forth in this  
30 subsection, of a character that is regarded by the director to be so  
31 serious as to justify debarment action:

32 (i) Deliberate failure without good cause to perform in  
33 accordance with the specifications or within the time limit provided  
34 in the contract; or

35 (ii) A recent record of failure to perform or of unsatisfactory  
36 performance in accordance with the terms of one or more contracts,  
37 however the failure to perform or unsatisfactory performance caused  
38 by acts beyond the control of the contractor may not be considered to  
39 be a basis for debarment;

1 (f) Violation of ethical standards set forth in RCW 39.26.020;  
2 ((and))

3 (g) Any other cause the director determines to be so serious and  
4 compelling as to affect responsibility as a state contractor,  
5 including debarment by another governmental entity for any cause  
6 listed in regulations; and

7 (h) During the 2017-2019 fiscal biennium, the failure to comply  
8 with a provision in a state master contract or other agreement with a  
9 state agency that requires equality among its workers by ensuring  
10 similarly employed individuals are compensated as equals.

11 (3) The director must issue a written decision to debar. The  
12 decision must:

13 (a) State the reasons for the action taken; and

14 (b) Inform the debarred contractor of the contractor's rights to  
15 judicial or administrative review.

16 NEW SECTION.      **Sec. 977.      COLLECTIVE BARGAINING AGREEMENT—**  
17 **COALITION OF UNIONS**

18 An agreement has been reached between the governor and the  
19 coalition of unions under the provisions of chapter 41.80 RCW for the  
20 2017-2019 fiscal biennium. Funding is provided for a two percent  
21 general wage increase effective July 1, 2017, a two percent general  
22 wage increase effective July 1, 2018, and a two percent general wage  
23 increase effective January 1, 2019. The agreement also includes and  
24 funding is provided for salary adjustments for targeted job  
25 classifications and increases to vacation leave accruals.

(End of part)



PART XI  
GENERAL GOVERNMENT

Sec. 1101. 2016 sp.s. c 36 s 112 (uncodified) is amended to read as follows:

**FOR THE COURT OF APPEALS**

General Fund—State Appropriation (FY 2016)	\$17,000,000
General Fund—State Appropriation (FY 2017)	<del>(\$17,311,000)</del>
	<u>\$17,353,000</u>
TOTAL APPROPRIATION	<del>(\$34,311,000)</del>
	<u>\$34,353,000</u>

Sec. 1102. 2016 sp.s. c 36 s 113 (uncodified) is amended to read as follows:

**FOR THE ADMINISTRATOR FOR THE COURTS**

General Fund—State Appropriation (FY 2016)	\$56,244,000
General Fund—State Appropriation (FY 2017)	<del>(\$56,764,000)</del>
	<u>\$56,840,000</u>
General Fund—Federal Appropriation	\$2,154,000
General Fund—Private/Local Appropriation	\$667,000
Judicial Information Systems Account—State Appropriation	\$56,772,000
Judicial Stabilization Trust Account—State Appropriation	\$6,691,000
TOTAL APPROPRIATION	<del>(\$178,708,000)</del>
	<u>\$179,368,000</u>

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

(1) \$878,000 of the general fund—state appropriation for fiscal year 2016, \$878,000 of the general fund—state appropriation for fiscal year 2017, and \$6,784,000 of the judicial information systems account—state appropriation are provided solely for the information network hub project.

(2) \$516,000 of the judicial information systems account—state appropriation is provided solely for replacement of computer equipment, including servers, routers, and storage system upgrades.

(3) The distributions made under this subsection and distributions from the county criminal justice assistance account made pursuant to section 801 of this act constitute appropriate

1 reimbursement for costs for any new programs or increased level of  
2 service for purposes of RCW 43.135.060.

3 (4) \$1,849,000 of the judicial information systems account—state  
4 appropriation is provided solely for replacing computer equipment at  
5 state courts and state judicial agencies.

6 (5) \$1,399,000 of the general fund—state appropriation for fiscal  
7 year 2016 and \$1,399,000 of the general fund—state appropriation for  
8 fiscal year 2017 are provided solely for school districts for  
9 petitions to juvenile court for truant students as provided in RCW  
10 28A.225.030 and 28A.225.035. The administrator for the courts shall  
11 develop an interagency agreement with the superintendent of public  
12 instruction to allocate the funding provided in this subsection.  
13 Allocation of this money to school districts shall be based on the  
14 number of petitions filed. This funding includes amounts school  
15 districts may expend on the cost of serving petitions filed under RCW  
16 28A.225.030 by certified mail or by personal service or for the  
17 performance of service of process for any hearing associated with RCW  
18 28A.225.030.

19 (6)(a) \$7,313,000 of the general fund—state appropriation for  
20 fiscal year 2016 and \$7,313,000 of the general fund—state  
21 appropriation for fiscal year 2017 are provided solely for  
22 distribution to county juvenile court administrators to fund the  
23 costs of processing truancy, children in need of services, and at-  
24 risk youth petitions. The administrator for the courts, in  
25 conjunction with the juvenile court administrators, shall develop an  
26 equitable funding distribution formula. The formula shall neither  
27 reward counties with higher than average per-petition processing  
28 costs nor shall it penalize counties with lower than average per-  
29 petition processing costs.

30 (b) Each fiscal year during the 2015-2017 fiscal biennium, each  
31 county shall report the number of petitions processed and the total  
32 actual costs of processing truancy, children in need of services, and  
33 at-risk youth petitions. Counties shall submit the reports to the  
34 administrator for the courts no later than 45 days after the end of  
35 the fiscal year. The administrator for the courts shall  
36 electronically transmit this information to the chairs and ranking  
37 minority members of the house of representatives and senate fiscal  
38 committees no later than 60 days after a fiscal year ends. These

1 reports are deemed informational in nature and are not for the  
2 purpose of distributing funds.

3 (7) \$584,000 of the judicial information systems account—state  
4 appropriation is provided solely for the content management system  
5 for the appellate courts.

6 (8) \$200,000 of the general fund—state appropriation for fiscal  
7 year 2016 is provided solely for the office of public guardianship  
8 for the purpose of providing guardianship services to low income and  
9 indigent alleged or actual incapacitated persons who were receiving  
10 services on July 10, 2013.

11 (9) \$118,000 of the judicial information systems account—state  
12 appropriation for fiscal year 2016 is provided solely for  
13 implementation of chapter 287, Laws of 2015 (Engrossed House Bill No.  
14 1943).

15 (10) \$75,000 of the general fund—state appropriation for fiscal  
16 year 2016 is provided solely for the planning and design of a  
17 dependency court improvement demonstration program. The plan must be  
18 developed jointly with the one family one team public private  
19 partnership, with a private cash match of \$75,000. If the cash match  
20 is not available by August 1, 2015, the administrative office of the  
21 courts will not be required to complete the planning and design of a  
22 dependency court improvement demonstration program. By January 1,  
23 2016, the public private partnership shall provide to the appropriate  
24 committees of the legislature the program design, including ongoing  
25 administrative funding, and a statement of the public and private  
26 funding required in order to provide demonstration grants to up to  
27 four counties.

28 (11) \$6,080,000 of the judicial information systems account—state  
29 appropriation for fiscal year 2016 is provided solely for continued  
30 implementation of the superior court case management system project.

31 (12) \$7,010,000 of the judicial information systems account—state  
32 appropriation for fiscal year 2017 is provided solely for continued  
33 implementation of the superior court case management system. The  
34 steering committee for the superior court case management system, the  
35 office of administrator of the courts, and county clerks shall work  
36 with the case management system vendor to develop cost estimates for  
37 modifications to the superior court case management system to address  
38 security and document management concerns raised by county clerks. If  
39 the cost estimates are not provided to the fiscal committees of the

1 legislature by January 1, 2016, the amounts provided in this  
2 subsection shall lapse. Furthermore, the amounts provided in this  
3 subsection shall lapse if the superior court case management system  
4 is not live and fully functional in Franklin, Thurston, and Yakima  
5 counties by February 1, 2016.

6 (13) The existing steering committee for the superior court case  
7 management system shall continue oversight responsibilities  
8 throughout the various phases of the project to include, but not be  
9 limited to, vendor management, contract and deliverable management,  
10 assuring reasonable satisfaction of the business and technical needs  
11 at the local level, receipt of stakeholder feedback, and  
12 communication between the various stakeholder groups and the judicial  
13 information systems committee. Issues of significant scope, schedule  
14 or budget changes, and risk mitigation strategies must be escalated  
15 to the judicial information systems committee for consideration. In  
16 the event that a majority of the steering committee members cannot  
17 reach a decision, the issue must be escalated to the judicial  
18 information systems committee for consideration. The superior court  
19 case management system project steering committee may solicit input  
20 from user groups as deemed appropriate.

21 (14) The courts of limited jurisdiction case management system  
22 (CLJ-CMS) replacement project shall be guided by a project steering  
23 committee to provide project oversight throughout the various phases  
24 of the project to include, but not be limited to, vendor management,  
25 contract and deliverable management, assuring reasonable satisfaction  
26 of the business and technical needs at the local level, receipt of  
27 stakeholder feedback, and communication between the various  
28 stakeholder groups and the judicial information systems committee.  
29 The project steering committee shall be comprised of three members  
30 from the administrative office of the courts, two members from the  
31 district and municipal court judges association, three members from  
32 the district and municipal court management association, and two  
33 members from the misdemeanor corrections association. Issues of  
34 significant scope, schedule or budget changes, and risk mitigation  
35 strategies must be escalated to the judicial information systems  
36 committee for consideration. In the event that a majority of the  
37 project steering committee members cannot reach a decision, the issue  
38 must be escalated to the judicial information systems committee for  
39 consideration. The courts of limited jurisdiction case management

1 system replacement project steering committee may solicit input from  
2 user groups as deemed appropriate.

3 (15) \$3,789,000 of the judicial information systems account—state  
4 appropriation is provided solely for preparation and procurement  
5 activities related to the courts of limited jurisdiction case  
6 management system (CLJ-CMS) replacement project. The appropriations  
7 are further conditioned that the CLJ-CMS replacement project be  
8 funded entirely from judicial information system account funds in  
9 future biennia. The amounts provided in this subsection for the CLJ-  
10 CMS replacement project shall not be expended prior to January 1,  
11 2016. In addition, if the following activities are not complete by  
12 the dates provided, no further funds appropriated in this subsection  
13 shall be expended on the CLJ-CMS replacement project.

14 (a) Beginning April 1, 2016, and each calendar quarter  
15 thereafter, quality assurance reports for the CLJ-CMS replacement  
16 project shall be provided to the office of chief information officer  
17 for review and for posting on its information technology project  
18 dashboard.

19 (b) No later than July 1, 2016, the CLJ-CMS replacement project  
20 steering committee shall provide a report to the legislature on the  
21 status of the procurement process for a CLJ-CMS replacement project,  
22 including an affirmation that the project is designed to meet the  
23 business processes and requirements of all thirty-nine counties. In  
24 addition, the report shall include a statement from each court of  
25 limited jurisdiction of its intended use of the new CLJ-CMS.

26 (c) No later than January 1, 2017, the judicial information  
27 system committee must approve the publication of a request for  
28 proposal for the CLJ-CMS replacement project.

29 (d) Prior to any CLJ-CMS replacement project steering committee  
30 recommendation to the judicial information system committee of a  
31 preferred vendor and prior to the selection of an apparently  
32 successful vendor, the office of chief information officer must be  
33 allowed to review vendor submittals in response to the request for  
34 proposal. To better inform its selection, the office of chief  
35 information officer must provide to the CLJ-CMS replacement project  
36 steering committee an evaluation each vendor's proposed technology  
37 solution assessing its architecture, security, vendor experience and  
38 qualifications, project risks and risk management, and whether the  
39 technology solution represents the best value.

1       **Sec. 1103.** 2016 sp.s. c 36 s 114 (uncodified) is amended to read  
2 as follows:

3 **FOR THE OFFICE OF PUBLIC DEFENSE**

4	General Fund—State Appropriation (FY 2016). . . . .	\$37,558,000
5	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$37,809,000)</del>
6		<u>\$38,290,000</u>
7	Judicial Stabilization Trust Account—State	
8	Appropriation. . . . .	\$3,648,000
9	TOTAL APPROPRIATION. . . . .	<del>(\$79,015,000)</del>
10		<u>\$79,496,000</u>

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

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

15       (2) \$924,000 of the general fund—state appropriation for fiscal  
16 year 2016 and \$462,000 of the general fund—state appropriation for  
17 fiscal year 2017 are provided solely for parents representation  
18 program costs related to increased parental rights termination  
19 filings from the department of social and health services permanency  
20 initiative.

21       (3) \$451,000 of the general fund—state appropriation for fiscal  
22 year 2016 and \$915,000 of the general fund—state appropriation for  
23 fiscal year 2017 are provided solely to increase payments for  
24 attorneys who contract with the office for indigent defense  
25 representation.

26       (4) \$900,000 of the general fund—state appropriation for fiscal  
27 year 2016 and \$900,000 of the general fund—state appropriation for  
28 fiscal year 2017 are provided solely for the purpose of improving the  
29 quality of trial court public defense services.

30       (5) \$245,000 of the general fund—state appropriation for fiscal  
31 year 2016 and \$320,000 of the general fund—state appropriation for  
32 fiscal year 2017 are provided solely to implement chapter 117, Laws  
33 of 2015 (Second Substitute Senate Bill No. 5486). Funds must be used  
34 to maintain the current programs in Grays Harbor/Pacific, King,  
35 Kitsap, Pierce, Snohomish, Spokane, and Thurston/Mason counties;  
36 expand services in three of these locations; provide for program  
37 administration; and to fund the first stage of an evaluation of the  
38 program to determine if the parents for parents program can be  
39 considered evidence-based.

1       **Sec. 1104.** 2016 sp.s. c 36 s 117 (uncodified) is amended to read  
2 as follows:

3       **FOR THE LIEUTENANT GOVERNOR**

4	General Fund—State Appropriation (FY 2016). . . . .	\$636,000
5	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$656,000)</del>
6		<u>\$721,000</u>
7	General Fund—Private/Local Appropriation. . . . .	\$90,000
8	TOTAL APPROPRIATION. . . . .	<del>(\$1,382,000)</del>
9		<u>\$1,447,000</u>

10       **Sec. 1105.** 2016 sp.s. c 36 s 118 (uncodified) is amended to read  
11 as follows:

12       **FOR THE PUBLIC DISCLOSURE COMMISSION**

13	General Fund—State Appropriation (FY 2016). . . . .	\$2,416,000
14	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$2,437,000)</del>
15		<u>\$2,764,000</u>
16	TOTAL APPROPRIATION. . . . .	<del>(\$4,853,000)</del>
17		<u>\$5,180,000</u>

18       **Sec. 1106.** 2016 sp.s. c 36 s 120 (uncodified) is amended to read  
19 as follows:

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

21	General Fund—State Appropriation (FY 2016). . . . .	\$266,000
22	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$274,000)</del>
23		<u>\$275,000</u>
24	TOTAL APPROPRIATION. . . . .	<del>(\$540,000)</del>
25		<u>\$541,000</u>

26       The appropriations in this section are subject to the following  
27 conditions and limitations: The office shall assist the department of  
28 enterprise services on providing the government-to-government  
29 training sessions for federal, state, local, and tribal government  
30 employees. The training sessions shall cover tribal historical  
31 perspectives, legal issues, tribal sovereignty, and tribal  
32 governments. Costs of the training sessions shall be recouped through  
33 a fee charged to the participants of each session. The department of  
34 enterprise services shall be responsible for all of the  
35 administrative aspects of the training, including the billing and  
36 collection of the fees for the training.

1       **Sec. 1107.** 2016 sp.s. c 36 s 121 (uncodified) is amended to read  
2 as follows:

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

4	General Fund—State Appropriation (FY 2016). . . . .	\$235,000
5	General Fund—State Appropriation (FY 2017). . . . .	<del>(( \$231,000 ))</del>
6		<u>\$232,000</u>
7	TOTAL APPROPRIATION. . . . .	<del>(( \$466,000 ))</del>
8		<u>\$467,000</u>

9       **Sec. 1108.** 2015 3rd sp.s. c 4 s 125 (uncodified) is amended to  
10 read as follows:

11       **FOR THE CITIZENS' COMMISSION ON SALARIES FOR ELECTED OFFICIALS**

12	General Fund—State Appropriation (FY 2016). . . . .	\$146,000
13	General Fund—State Appropriation (FY 2017). . . . .	<del>(( \$185,000 ))</del>
14		<u>\$186,000</u>
15	TOTAL APPROPRIATION. . . . .	<del>(( \$331,000 ))</del>
16		<u>\$332,000</u>

17       **Sec. 1109.** 2016 sp.s. c 36 s 124 (uncodified) is amended to read  
18 as follows:

19       **FOR THE ATTORNEY GENERAL**

20	General Fund—State Appropriation (FY 2016). . . . .	\$11,420,000
21	General Fund—State Appropriation (FY 2017). . . . .	<del>(( \$8,417,000 ))</del>
22		<u>\$8,826,000</u>
23	General Fund—Federal Appropriation. . . . .	\$6,930,000
24	New Motor Vehicle Arbitration Account—State	
25	Appropriation. . . . .	\$1,041,000
26	Legal Services Revolving Account—State	
27	Appropriation. . . . .	<del>(( \$227,558,000 ))</del>
28		<u>\$230,006,000</u>
29	Tobacco Prevention and Control Account—State	
30	Appropriation. . . . .	\$273,000
31	Medicaid Fraud Penalty Account—State Appropriation. . . . .	\$3,065,000
32	Public Service Revolving Account—State	
33	Appropriation. . . . .	\$2,220,000
34	Child Rescue Fund—State Appropriation. . . . .	\$500,000
35	TOTAL APPROPRIATION. . . . .	<del>(( \$261,424,000 ))</del>
36		<u>\$264,281,000</u>



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

3 (1) The attorney general shall report each fiscal year on actual  
4 legal services expenditures and actual attorney staffing levels for  
5 each agency receiving legal services. The report shall be submitted  
6 to the office of financial management and the fiscal committees of  
7 the senate and house of representatives no later than ninety days  
8 after the end of each fiscal year. As part of its by agency report to  
9 the legislative fiscal committees and the office of financial  
10 management, the office of the attorney general shall include  
11 information detailing the agency's expenditures for its agency-wide  
12 overhead and a breakdown by division of division administration  
13 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  
23 for 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) \$2,218,000 of the public service revolving account—state  
27 appropriation is provided solely for the work of the public counsel  
28 section of the office of the attorney general.

29 (5) \$353,000 of the general fund—state appropriation for fiscal  
30 year 2016 and \$353,000 of the general fund—state appropriation for  
31 fiscal year 2017 are provided solely for a grant to the Washington  
32 coalition of crime victim advocates to provide training,  
33 certification, and technical assistance for crime victim service  
34 center advocates.

35 (6) \$1,196,000 of the legal services revolving fund—state  
36 appropriation is provided solely for the implementation of chapter  
37 70, Laws of 2015 (Second Substitute Senate Bill No. 5052) (cannabis  
38 patient protection).

1 (7) \$14,000 of the legal services revolving account—state  
2 appropriation is provided solely for implementation of chapter 240,  
3 Laws of 2015 (Substitute Senate Bill No. 5740) (extended foster  
4 care).

5 (8) \$182,000 of the legal services revolving account—state  
6 appropriation is provided solely for implementation of chapter 274,  
7 Laws of 2015 (Engrossed Substitute House Bill No. 1449) (oil  
8 transportation safety).

9 (9) \$71,000 of the legal services revolving account—state  
10 appropriation is provided solely for implementation of Engrossed  
11 Second Substitute House Bill No. 1472 (chemical action plans), Second  
12 Substitute Senate Bill No. 5056 (safer chemicals/action plans),  
13 Substitute Senate Bill No. 6131 (safer chemicals), or any of these.  
14 If none of these bills are enacted by July 10, 2015, the amount  
15 provided in this subsection shall lapse.

16 (10) Pursuant to chapter 247, Laws of 2015 (Second Substitute  
17 House Bill No. 1281) (sexual exploitation of a minor), the office of  
18 the attorney general may expend \$500,000 from the child rescue fund—  
19 state appropriation, or an amount not to exceed actual revenues into  
20 the account.

21 (11) \$37,000 of the general fund—state appropriation for fiscal  
22 year 2017 is provided solely for implementation of Second Substitute  
23 House Bill No. 2726 (retirement communities). If the bill is not  
24 enacted by June 30, 2016, the amount provided in this subsection  
25 shall lapse.

26 (12) Appropriations in this section include specific funds for  
27 the implementation of Substitute Senate Bill No. 6160 (regulating  
28 motor vehicle airbags).

29 (13) \$55,000 of the general fund—state appropriation for fiscal  
30 year 2017 is provided solely for implementation of Substitute Senate  
31 Bill No. 6360 (traffic fines consolidation). If the bill is not  
32 enacted by June 30, 2016, the amount provided in this subsection  
33 shall lapse.

34 **Sec. 1110.** 2016 sp.s. c 36 s 125 (uncodified) is amended to read  
35 as follows:

36 **FOR THE CASELOAD FORECAST COUNCIL**

37	General Fund—State Appropriation (FY 2016). . . . .	\$1,397,000
38	General Fund—State Appropriation (FY 2017). . . . .	(( <del>\$1,460,000</del> ))

1 \$1,508,000  
2 TOTAL APPROPRIATION. . . . . ((\$2,857,000))  
3 \$2,905,000

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

6 (1) \$55,000 of the general fund—state appropriation for fiscal  
7 year 2016 and \$55,000 of the general fund—state appropriation for  
8 fiscal year 2017 are provided solely for Substitute Senate Bill No.  
9 5999 (caseload forecast council). (~~If the bill is not enacted by~~  
10 ~~July 10, 2015, the amounts provided in this subsection shall lapse.~~)

11 (2)(a) The caseload forecast council, in cooperation with the  
12 appropriate legislative committees and legislative staff, the office  
13 of financial management, the department of corrections, the  
14 department of social and health services, the administrative office  
15 of the courts, the minority and justice commission, the Washington  
16 state institute for public policy, the department of early learning,  
17 the student achievement council, the state board of education, the  
18 sentencing guidelines commission, and a person from communities at  
19 large deemed appropriate must develop recommendations for procedures  
20 and tools which will enable them to provide cost-effective racial and  
21 ethnic impact statements to legislative bills affecting criminal  
22 justice, human services, and education caseloads forecasted by the  
23 caseload forecast council. The recommendations for the racial and  
24 ethnic impact statements must be able to identify the positive and  
25 negative impacts on communities as a result of proposed or adopted  
26 legislation.

27 (b) The caseload forecast council shall submit a report to the  
28 governor and appropriate committees of the legislature on or before  
29 December 31, 2016, outlining recommendations for procedures and tools  
30 necessary to provide racial and ethnic impact statements to criminal  
31 justice, human services, and education caseloads, as well as  
32 outlining implementation cost estimates and potential funding  
33 sources.

34 (3) In addition to caseload forecasts for common schools as  
35 defined in RCW 43.88C.010(7), during the remainder of the 2015-2017  
36 fiscal biennium the council must provide a separate forecast of  
37 enrollment for charter schools authorized by chapter 28A.710 RCW as  
38 amended by Engrossed Second Substitute Senate Bill No. 6194 (public  
39 schools other than common schools).

1       **Sec. 1111.** 2016 sp.s. c 36 s 127 (uncodified) is amended to read  
2 as follows:

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

4	General Fund—State Appropriation (FY 2016). . . . .	\$805,000
5	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$888,000)</del>
6		<u>\$892,000</u>
7	Lottery Administrative Account—State Appropriation. . . . .	\$50,000
8	TOTAL APPROPRIATION. . . . .	<del>(\$1,743,000)</del>
9		<u>\$1,747,000</u>

10       **Sec. 1112.** 2016 sp.s. c 36 s 128 (uncodified) is amended to read  
11 as follows:

12       **FOR THE OFFICE OF FINANCIAL MANAGEMENT**

13	General Fund—State Appropriation (FY 2016). . . . .	\$19,280,000
14	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$19,623,000)</del>
15		<u>\$19,721,000</u>
16	General Fund—Federal Appropriation. . . . .	\$38,822,000
17	General Fund—Private/Local Appropriation. . . . .	\$498,000
18	Economic Development Strategic Reserve Account—State	
19	Appropriation. . . . .	\$310,000
20	Personnel Service Fund—State Appropriation. . . . .	\$8,696,000
21	Higher Education Personnel Services Account—State	
22	Appropriation. . . . .	\$1,497,000
23	Performance Audits of Government Account—State	
24	Appropriation. . . . .	\$534,000
25	Statewide Information Technology System Development	
26	Revolving Account—State Appropriation. . . . .	\$15,799,000
27	Office of Financial Management Central	
28	Service Account—State Appropriation. . . . .	\$14,610,000
29	TOTAL APPROPRIATION. . . . .	<del>(\$106,237,000)</del>
30		<u>\$119,767,000</u>

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

33       (1) The appropriations in this section represent a transfer of  
34 expenditure authority of \$2,333,000 of the general fund—federal  
35 appropriation for fiscal year 2016 and \$1,782,000 of the general fund  
36 —federal appropriation for fiscal year 2017 to the office of  
37 financial management to implement Engrossed Substitute Senate Bill  
38 No. 5084 (all payer claims database).

1 (2) \$13,799,000 of the statewide information technology system  
2 development revolving account—state appropriation is provided solely  
3 for prepayment of the debt service for the time, leave, and  
4 attendance system. The enterprise time, leave, and attendance project  
5 shall be discontinued, but the office and other state agencies may  
6 utilize acquired project assets for other purposes to the extent  
7 practicable.

8 (3) \$50,000 of the general fund—state appropriation for fiscal  
9 year 2016 is provided solely for implementation of Engrossed Second  
10 Substitute House Bill No. 1491 (early care and education system). If  
11 the bill is not enacted by July 10, 2015, the amount provided in this  
12 subsection shall lapse.

13 (4) \$33,000 of the general fund—state appropriation for fiscal  
14 year 2017 is provided one time solely to implement chapter 244, Laws  
15 of 2015 (college bound scholarship).

16 (5) \$168,000 of the general fund—state appropriation for fiscal  
17 year 2016 and \$163,000 of the general fund—state appropriation for  
18 fiscal year 2017 are provided solely to implement chapter 245, Laws  
19 of 2015 (outdoor recreation).

20 (6)(a) Within funds appropriated in this section, the education  
21 data center created in RCW 43.41.400 shall complete an evaluation of  
22 the state need grant and submit a report to the appropriate  
23 committees of the legislature by December 1, 2016. To the extent it  
24 is not duplicative of other studies, the report shall evaluate  
25 educational outcomes emphasizing degree completion rates at the  
26 postsecondary levels. The report shall study certain aspects of the  
27 state need grant program, including but not limited to:

28 (i) State need grant recipient grade point average and its  
29 relationship to positive outcomes, including but not limited to:

30 (A) Variance between community and technical colleges and the  
31 four-year institutions of higher education;

32 (B) Variance between state need grant recipients and students on  
33 the state need grant unserved waiting list; and

34 (C) Differentials between quarter or semester grade point  
35 averages and cumulative grade point averages.

36 (ii) Possible outcomes of requiring a minimum grade point  
37 average, per semester or quarter or cumulatively, for state need  
38 grant renewal.

1 (b) Beginning July 1, 2016, the student achievement council and  
2 all institutions of higher education eligible to participate in the  
3 state need grant shall ensure that data needed to analyze and  
4 evaluate the effectiveness of the state need grant program are  
5 promptly transmitted to the education data center so that it is  
6 available and easily accessible. The data to be reported must include  
7 but not be limited to:

8 (i) The number of state need grant recipients;

9 (ii) The number of students on the unserved waiting list of the  
10 state need grant;

11 (iii) Persistence and completion rates of state need grant  
12 recipients and students on the state need grant unserved waiting  
13 list, disaggregated by institutions of higher education;

14 (iv) State need grant recipients and students on state need grant  
15 unserved waiting list grade point averages; and

16 (v) State need grant program costs.

17 (c) The student achievement council shall submit student unit  
18 record data for the state need grant program applicants and  
19 recipients to the education data center.

20 (7) \$250,000 of the general fund—state appropriation for fiscal  
21 year 2017 is provided solely for a contract with a consultant to  
22 examine the current configuration and financing of the state hospital  
23 system pursuant to Engrossed Second Substitute House Bill No. 2453  
24 (state hospital oversight) or Substitute Senate Bill No. 6656 (state  
25 hospital practices).

26 ~~((+9))~~ (8) \$150,000 of the general fund—state appropriation for  
27 fiscal year 2016 and \$150,000 of the general fund—state appropriation  
28 for fiscal year 2017 are provided solely for the cost to support the  
29 blue ribbon commission on delivery of services to children and  
30 families established by the governor's executive order 16-03. The  
31 commission shall develop recommendations on whether to create a  
32 separate state department of children and families, including a  
33 mission and vision for the new department, new organization  
34 structures, estimated costs, transition plans, and benchmarks for  
35 assessing the improvements in outcomes for children and families  
36 expected to result from the reorganization, including the metrics to  
37 measure those short and long-term expected outcomes, and the expected  
38 impact on total administrative costs among the involved state

1 agencies. The commission shall produce recommendations no later than  
2 November 1, 2016.

3 **Sec. 1113.** 2016 sp.s. c 36 s 130 (uncodified) is amended to read  
4 as follows:

5 **FOR THE WASHINGTON STATE LOTTERY**

6 Lottery Administrative Account—State  
7 Appropriation. . . . . ((~~\$28,797,000~~))  
8 \$28,868,000

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

11 (1) \$690,000 of the lottery administrative account—state  
12 appropriation is provided solely for the replacement of the lottery's  
13 gaming systems vendor contract.

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

16 (3) Pursuant to RCW 67.70.040, the commission shall take such  
17 action necessary to reduce by \$6,000,000 each fiscal year the total  
18 amount of compensation paid to licensed lottery sales agents. It is  
19 anticipated that the result of this action will reduce retail  
20 commissions to an average of 5.1 percent of sales.

21 **Sec. 1114.** 2016 sp.s. c 36 s 131 (uncodified) is amended to read  
22 as follows:

23 **FOR THE COMMISSION ON HISPANIC AFFAIRS**

24 General Fund—State Appropriation (FY 2016). . . . . \$260,000  
25 General Fund—State Appropriation (FY 2017). . . . . ((~~\$259,000~~))  
26 \$260,000  
27 TOTAL APPROPRIATION. . . . . ((~~\$519,000~~))  
28 \$520,000

29 **Sec. 1115.** 2016 sp.s. c 36 s 132 (uncodified) is amended to read  
30 as follows:

31 **FOR THE COMMISSION ON AFRICAN-AMERICAN AFFAIRS**

32 General Fund—State Appropriation (FY 2016). . . . . \$254,000  
33 General Fund—State Appropriation (FY 2017). . . . . ((~~\$260,000~~))  
34 \$261,000  
35 TOTAL APPROPRIATION. . . . . ((~~\$514,000~~))  
36 \$515,000

1       **Sec. 1116.** 2016 sp.s. c 36 s 134 (uncodified) is amended to read  
2 as follows:

3       **FOR THE DEPARTMENT OF REVENUE**

4	General Fund—State Appropriation (FY 2016). . . . .	\$119,358,000
5	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$120,551,000)</del>
6		<u>\$121,623,000</u>
7	Financial Services Regulation Account—State	
8	Appropriation. . . . .	\$10,000,000
9	Timber Tax Distribution Account—State	
10	Appropriation. . . . .	\$6,604,000
11	Waste Reduction/Recycling/Litter Control—State	
12	Appropriation. . . . .	\$141,000
13	State Toxics Control Account—State Appropriation. . . . .	\$101,000
14	Business License Account—State Appropriation. . . . .	\$24,590,000
15	TOTAL APPROPRIATION. . . . .	<del>(\$267,381,000)</del>
16		<u>\$282,407,000</u>

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

19       (1) \$5,628,000 of the general fund—state appropriation for fiscal  
20 year 2017, and \$7,890,000 of the business license account—state  
21 appropriation are provided solely for the taxpayer legacy system  
22 replacement project.

23       (2) \$487,000 of the general fund—state appropriation for fiscal  
24 year 2016 and \$582,000 of the general fund—state appropriation for  
25 fiscal year 2017 are provided solely for implementation of Substitute  
26 Senate Bill No. 5186 (disabled veterans and seniors). If the bill is  
27 not enacted by July 10, 2015, the amounts provided in this subsection  
28 shall lapse.

29       (3) \$60,000 of the general fund—state appropriation for fiscal  
30 year 2017 is provided solely for the implementation of Substitute  
31 Senate Bill No. 6211 (nonprofit homeownership development). If the  
32 bill is not enacted by June 30, 2016, the amount in this subsection  
33 shall lapse.

34       ~~((+5))~~ (4) \$21,000 of the general fund—state appropriation for  
35 fiscal year 2017 is provided solely for the implementation of  
36 Engrossed Substitute Senate Bill No. 6328 (vapor products). If the  
37 bill is not enacted by June 30, 2016, the amount provided in this  
38 subsection shall lapse.



1       **Sec. 1117.** 2016 sp.s. c 36 s 135 (uncodified) is amended to read  
2 as follows:

3       **FOR THE BOARD OF TAX APPEALS**

4	General Fund—State Appropriation (FY 2016). . . . .	\$1,321,000
5	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$1,303,000)</del>
6		<u>\$1,360,000</u>
7	TOTAL APPROPRIATION. . . . .	<del>(\$2,624,000)</del>
8		<u>\$2,681,000</u>

9       **Sec. 1118.** 2016 sp.s. c 36 s 136 (uncodified) is amended to read  
10 as follows:

11       **FOR THE OFFICE OF MINORITY AND WOMEN'S BUSINESS ENTERPRISES**

12	OMWBE Enterprises Account—State Appropriation. . . . .	<del>(\$4,889,000)</del>
13		<u>\$4,906,000</u>

14       **Sec. 1119.** 2016 sp.s. c 36 s 137 (uncodified) is amended to read  
15 as follows:

16       **FOR THE INSURANCE COMMISSIONER**

17	General Fund—State Appropriation (FY 2016). . . . .	\$300,000
18	General Fund—State Appropriation (FY 2017). . . . .	\$227,000
19	General Fund—Federal Appropriation. . . . .	\$4,571,000
20	Insurance Commissioners Regulatory Account—State	
21	Appropriation. . . . .	\$55,772,000
22	TOTAL APPROPRIATION. . . . .	\$60,870,000

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

25       (1) \$168,000 of the insurance commissioners regulatory account—  
26 state appropriation is provided solely for the implementation of  
27 chapter 17, Laws of 2015 (HB 1172).

28       (2) \$129,000 of the insurance commissioners regulatory account—  
29 state appropriation is provided solely for the implementation of  
30 chapter 63, Laws of 2015 (HB 1077).

31       (3) \$272,000 of the insurance commissioners regulatory account—  
32 state appropriation is provided solely for the implementation of  
33 chapter 122, Laws of 2015 (SB 5717).

34       (4) \$25,000 of the insurance commissioners regulatory account—  
35 state appropriation is provided solely for the implementation of  
36 chapter 19, Laws of 2015 (SSB 5023).

1 (5) \$283,000 of the insurance commissioners regulatory account—  
2 state appropriation is provided solely for the implementation of  
3 House Bill No. 2326 (independent review organizations). (~~If the bill  
4 is not enacted by June 30, 2016, the amount provided in this  
5 subsection shall lapse.~~)

6 (6) \$143,000 of the insurance commissioners regulatory account—  
7 state appropriation is provided solely for the implementation of  
8 Senate Bill No. 5180 (life insurance reserves). (~~If the bill is not  
9 enacted by June 30, 2016, the amount provided in this subsection  
10 shall lapse.~~)

11 (7) \$797,000 of the insurance commissioners regulatory account—  
12 state appropriation is provided solely for the implementation of  
13 Fifth Engrossed Substitute Senate Bill No. 5857 (pharmacy benefit  
14 managers). (~~If the bill is not enacted by June 30, 2016, the amount  
15 provided in this subsection shall lapse.~~)

16 **Sec. 1120.** 2016 sp.s. c 36 s 139 (uncodified) is amended to read  
17 as follows:

18 **FOR THE LIQUOR AND CANNABIS BOARD**

19 Dedicated Marijuana Fund—State

20 Appropriation (FY 2016). . . . . \$7,736,000

21 Dedicated Marijuana Fund—State

22 Appropriation (FY 2017). . . . . \$8,481,000

23 Liquor Revolving Account—State Appropriation. . . . . \$66,830,000

24 General Fund—Federal Appropriation. . . . . \$2,821,000

25 General Fund—State Appropriation (FY 2017). . . . . \$260,000

26 General Fund—Private/Local Appropriation. . . . . \$25,000

27 TOTAL APPROPRIATION. . . . . \$86,153,000

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

30 (1) \$2,183,000 of the dedicated marijuana account—state  
31 appropriation for fiscal year 2016 and \$2,818,000 of the dedicated  
32 marijuana account—state appropriation for fiscal year 2017 are  
33 provided solely for implementation of Substitute House Bill No. 2136  
34 (marijuana market reforms) and Second Substitute Senate Bill No. 5052  
35 (cannabis patient protection). (~~If either bill is not enacted by  
36 July 10, 2015, the amount provided in this subsection shall lapse.~~)

37 (2) \$376,000 of the liquor revolving fund—state appropriation is  
38 provided solely for the implementation of Substitute Senate Bill No.

1 5280 (beer and cider sales). (~~If the bill is not enacted by July 10,~~  
2 ~~2015, the amount provided in this subsection shall lapse.~~)

3 (3) \$2,641,000 of the liquor revolving account—state  
4 appropriation is provided solely for additional cigarette and tobacco  
5 enforcement. The liquor control board must provide additional  
6 cigarette and tobacco enforcement officers and pursue strategies to  
7 reduce the amount of smuggled, contraband, and otherwise untaxed  
8 cigarette and tobacco products in the state. The liquor control board  
9 must report the amount of untaxed cigarette and tobacco taxes  
10 recovered in comparison to past years to the appropriate committees  
11 of the legislature by January 1, 2016, and January 1, 2017.

12 (4) \$366,000 of the liquor revolving account—state appropriation  
13 is provided solely for the implementation of Substitute House Bill  
14 No. 2831 (small business liquor sales). (~~If the bill is not enacted~~  
15 ~~by June 30, 2016, the amount provided in this subsection shall~~  
16 ~~lapse.~~)

17 (5) The appropriations in this section include sufficient funding  
18 for the implementation of Engrossed Substitute Senate Bill No. 6470  
19 (wineries).

20 (6) \$260,000 of the general fund—state appropriation for fiscal  
21 year 2017 is provided solely for the implementation of Engrossed  
22 Substitute Senate Bill No. 6238 (vapor products). (~~If the bill is~~  
23 ~~not enacted by June 30, 2016, the amount provided in this subsection~~  
24 ~~shall lapse.~~)

25 (7) The liquor and cannabis board may require electronic payment  
26 of the marijuana excise tax levied by RCW 69.50.535. The liquor and  
27 cannabis board may allow a waiver to the electronic payment  
28 requirement for good cause as provided by rule.

29 **Sec. 1121.** 2016 sp.s. c 36 s 141 (uncodified) is amended to read  
30 as follows:

31 **FOR THE MILITARY DEPARTMENT**

32	General Fund—State Appropriation (FY 2016). . . . .	\$3,386,000
33	General Fund—State Appropriation (FY 2017). . . . .	\$3,654,000
34	General Fund—Federal Appropriation. . . . .	\$136,380,000
35	Enhanced 911 Account—State Appropriation. . . . .	\$56,594,000
36	Disaster Response Account—State Appropriation. . . . .	<del>(\$41,383,000)</del>
37		<u>\$40,131,000</u>
38	Disaster Response Account—Federal Appropriation. . . . .	<del>(\$107,317,000)</del>

1		<u>\$110,862,000</u>
2	Military Department Rent and Lease Account—State	
3	Appropriation. . . . .	\$615,000
4	Worker and Community Right-to-Know Account—State	
5	Appropriation. . . . .	\$2,888,000
6	Oil Spill Prevention Account—State Appropriation. . . . .	\$1,000,000
7	TOTAL APPROPRIATION. . . . .	(( <del>\$353,217,000</del> ))
8		<u>\$355,510,000</u>

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

11       (1) The military department shall submit a report to the office  
12 of financial management and the legislative fiscal committees on  
13 October 1st and February 1st of each year detailing information on  
14 the disaster response account, including: (a) The amount and type of  
15 deposits into the account; (b) the current available fund balance as  
16 of the reporting date; and (c) the projected fund balance at the end  
17 of the 2015-2017 biennium based on current revenue and expenditure  
18 patterns.

19       (2) \$60,000,000 of the general fund—federal appropriation is  
20 provided solely for homeland security, subject to the following  
21 conditions: Any communications equipment purchased by local  
22 jurisdictions or state agencies shall be consistent with standards  
23 set by the Washington state interoperability executive committee.

24       (3) \$1,000,000 of the oil spill prevention account—state  
25 appropriation is provided solely for implementation of chapter 274,  
26 Laws of 2015 (Engrossed Substitute House Bill No. 1449) (oil  
27 transportation safety).

28       (4) \$100,000 of the general fund—state appropriation for fiscal  
29 year 2016 and \$100,000 of the general fund—state appropriation for  
30 fiscal year 2017 are provided solely for the conditional scholarship  
31 program pursuant to chapter 28B.103 RCW.

32       (5) \$5,000,000 of the enhanced 911 account—state appropriation is  
33 provided solely for financial assistance to counties to replace  
34 analog 911 telephone and network equipment with next generation 911  
35 capable technology.

36       (6) \$1,850,000 of the disaster response account—state  
37 appropriation is provided solely to Okanogan and Ferry counties to  
38 address deficiencies within their communications infrastructure for  
39 911 dispatch. Funds will be used to replace failing radio dispatching

1 hardware within 911 dispatch centers; build interoperable  
2 communications between each county's dispatch center such that each  
3 can serve as a back-up to the other; and build upon the existing  
4 wireless microwave network for 911 calls, dispatch centers, and first  
5 responder radio operations. Prior to releasing any state funds, the  
6 department will consult with the counties to determine if federal  
7 funds are available for any proposed expenditure and assist the  
8 counties with any application for such funds.

9 (7) \$130,000 of the enhanced 911 account—state appropriation is  
10 provided solely for the department to conduct a pilot program within  
11 King county to implement a mobile phone application that notifies  
12 persons trained in cardiopulmonary resuscitation of persons nearby  
13 who are having a cardiac emergency. The department may partner with  
14 the county, a city, a fire district, or a search and rescue  
15 organization for purposes of implementing the application and  
16 software-as-a-service in an existing computer-aided dispatch system.  
17 The department will report the results of the pilot program to the  
18 legislature by December 1, 2016.

19 (8) \$5,679,000 of the enhanced 911 account—state appropriation is  
20 provided solely for transitioning to an internet protocol based next  
21 generation 911 network and increased network costs during the  
22 transition and hardware required for the new system. The department's  
23 activities and procurement is a major information technology project  
24 subject to oversight and review by the office of the chief  
25 information officer.

26 (9) \$392,000 of the disaster response account—state appropriation  
27 is provided solely for fire suppression training and equipment to  
28 national guard soldiers and airmen.

29 **Sec. 1122.** 2016 sp.s. c 36 s 143 (uncodified) is amended to read  
30 as follows:

31 **FOR THE BOARD OF ACCOUNTANCY**  
32 Certified Public Accountants' Account—State  
33 Appropriation. . . . . ((\$6,117,000))  
34 \$6,125,000

35 The appropriation in this section is subject to the following  
36 conditions and limitations: \$3,300,000 of the certified public  
37 accountants' account—state appropriation is provided solely for  
38 deposit into the certified public accounting transfer account to fund

1 Washington-based colleges and universities for students pursuing  
2 degrees in accounting or taxation as provided in chapter 215, Laws of  
3 2015 (Substitute Senate Bill No. 5534).

4 **Sec. 1123.** 2016 sp.s. c 36 s 145 (uncodified) is amended to read  
5 as follows:

6 **FOR THE HORSE RACING COMMISSION**

7 Horse Racing Commission Operating Account—State  
8 Appropriation. . . . . (~~(\$3,665,000)~~)  
9 \$3,685,000

10 **Sec. 1124.** 2016 sp.s. c 36 s 147 (uncodified) is amended to read  
11 as follows:

12 **FOR THE BOARD FOR VOLUNTEER FIREFIGHTERS**

13 Volunteer Firefighters' and Reserve Officers'  
14 Administrative Account—State Appropriation. . . . . (~~(\$1,011,000)~~)  
15 \$1,014,000

16 **Sec. 1125.** 2016 sp.s. c 36 s 148 (uncodified) is amended to read  
17 as follows:

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

19 General Fund—State Appropriation (FY 2016). . . . . \$1,369,000  
20 General Fund—State Appropriation (FY 2017). . . . . (~~(\$1,395,000)~~)  
21 \$1,409,000  
22 General Fund—Federal Appropriation. . . . . \$2,122,000  
23 General Fund—Private/Local Appropriation. . . . . \$14,000  
24 TOTAL APPROPRIATION. . . . . (~~(\$4,900,000)~~)  
25 \$4,914,000

26 The appropriations in this section are subject to the following  
27 conditions and limitations: \$121,000 of the general fund—state  
28 appropriation for fiscal year 2016 and \$121,000 of the general fund—  
29 state appropriation for fiscal year 2017 are provided solely for the  
30 Washington main street program.

(End of part)

**PART XII**  
**HUMAN SERVICES**

**Sec. 1201.** 2016 sp.s. c 36 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) The legislature finds that medicaid payment rates, as calculated by the department pursuant to the appropriations in this act, bear a reasonable relationship to the costs incurred by efficiently and economically operated facilities for providing quality services and will be sufficient to enlist enough providers so that care and services are available to the extent that such care and services are available to the general population in the geographic area. The legislature finds that cost reports, payment data from the

1 federal government, historical utilization, economic data, and  
2 clinical input constitute reliable data upon which to determine the  
3 payment rates.

4 (4) The department shall to the maximum extent practicable use  
5 the same system for delivery of spoken-language interpreter services  
6 for social services appointments as the one established for medical  
7 appointments in the health care authority. When contracting directly  
8 with an individual to deliver spoken language interpreter services,  
9 the department shall only contract with language access providers who  
10 are 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 (5) Information technology projects or investments and proposed  
16 projects or investments impacting time capture, payroll and payment  
17 processes and systems, eligibility, case management, and  
18 authorization systems within the department of social and health  
19 services are subject to technical oversight by the office of the  
20 chief information officer.

21 (6)(a) The department shall facilitate enrollment under the  
22 medicaid expansion for clients applying for or receiving state funded  
23 services from the department and its contractors. Prior to open  
24 enrollment, the department shall coordinate with the health care  
25 authority to provide referrals to the Washington health benefit  
26 exchange for clients that will be ineligible for medicaid.

27 (b) To facilitate a single point of entry across public and  
28 medical assistance programs, and to maximize the use of federal  
29 funding, the health care authority, the department of social and  
30 health services, and the health benefit exchange will coordinate  
31 efforts to expand HealthPlanfinder access to public assistance and  
32 medical eligibility staff. No later than October 1, 2015, the  
33 department shall complete medicaid applications in the  
34 HealthPlanfinder for households receiving or applying for public  
35 assistance benefits.

36 (c) The department, in coordination with the health care  
37 authority, shall pursue a federal waiver to use supplemental  
38 nutrition assistance program eligibility, aged, blind, or disabled  
39 program eligibility, or temporary assistance for needy families  
40 eligibility, to enroll eligible persons into medicaid.



1 (7) In accordance with RCW 71.24.380, the health care authority  
2 and the department are authorized to purchase medical and behavioral  
3 health services through integrated contracts upon request of all of  
4 the county authorities in a regional service area to become an early  
5 adopter of fully integrated purchasing of medical and behavioral  
6 health services. The department may combine and transfer such amounts  
7 appropriated under sections 204, 208, and 213 of this act as may be  
8 necessary to fund early adopter contracts. The amount of medicaid  
9 funding transferred from each program may not exceed the average per  
10 capita cost assumed in this act for individuals covered by that  
11 program, actuarially adjusted for the health condition of persons  
12 enrolled, times the number of clients enrolled. The amount of non-  
13 medicaid funding transferred from sections 204 and 208 may not exceed  
14 the amount that would have been contracted with a behavioral health  
15 organization if the county authorities had not requested to become an  
16 early adopter of fully integrated purchasing. These limits do not  
17 apply to the amounts provided in section 204(1)(s) of this act. If  
18 any funding that this act provides solely for a specific purpose is  
19 transferred under this subsection, that funding must be used  
20 consistently with the provisions and conditions for which it was  
21 provided.

22 (8) In accordance with RCW 71.24.380, the department is  
23 authorized to purchase mental health and substance use disorder  
24 services through integrated contracts with behavioral health  
25 organizations. The department may combine and transfer such amounts  
26 appropriated under sections 204 and 208 of this act as may be  
27 necessary to finance these behavioral health organization contracts.  
28 If any funding that this act provides solely for a specific purpose  
29 is transferred under this subsection, that funding must be used  
30 consistently with the provisions and conditions for which it was  
31 provided.

32 (9)(a) The appropriations to the department of social and health  
33 services in this act shall be expended for the programs and in the  
34 amounts specified in this act. However, after May 1, 2016, unless  
35 prohibited by this act, the department may transfer general fund—  
36 state appropriations for fiscal year 2016 among programs after  
37 approval by the director of financial management. However, the  
38 department shall not transfer state moneys that are provided solely  
39 for a specified purpose except as expressly provided in (b) of this  
40 subsection.

1 (b) To the extent that transfers under (a) of this subsection are  
 2 insufficient to fund actual expenditures in excess of fiscal year  
 3 2016 caseload forecasts and utilization assumptions in the long-term  
 4 care, foster care, adoptions support, medical personal care, and  
 5 child support programs, the department may transfer state moneys that  
 6 are provided solely for a specified purpose. The department shall not  
 7 transfer funds, and the director of financial management shall not  
 8 approve the transfer, unless the transfer is consistent with the  
 9 objective of conserving, to the maximum extent possible, the  
 10 expenditure of state funds. The director of financial management  
 11 shall notify the appropriate fiscal committees of the senate and  
 12 house of representatives in writing seven days prior to approving any  
 13 allotment modifications or transfers under this subsection. The  
 14 written notification shall include a narrative explanation and  
 15 justification of the changes, along with expenditures and allotments  
 16 by budget unit and appropriation, both before and after any allotment  
 17 modifications or transfers.

18 (10) To facilitate the authority provided in subsection (7) and  
 19 (8) of this section, and to ensure a new accounting structure is in  
 20 place as of July 1, 2017, the department is authorized to create a  
 21 new program for accounting purposes only that combines the mental  
 22 health program and alcohol and substance abuse program allotments and  
 23 expenditures.

24 **Sec. 1202.** 2016 sp.s. c 36 s 202 (uncodified) is amended to read  
 25 as follows:

26 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—CHILDREN AND FAMILY**  
 27 **SERVICES PROGRAM**

28	General Fund—State Appropriation (FY 2016). . . . .	\$324,746,000
29	General Fund—State Appropriation (FY 2017). . . . .	<del>(( \$337,124,000 ))</del>
30		<u>\$345,629,000</u>
31	General Fund—Federal Appropriation. . . . .	<del>(( \$511,676,000 ))</del>
32		<u>\$517,808,000</u>
33	General Fund—Private/Local Appropriation. . . . .	<del>(( \$1,354,000 ))</del>
34		<u>\$1,854,000</u>
35	Domestic Violence Prevention Account—State	
36	Appropriation. . . . .	\$1,908,000
37	Child and Family Reinvestment Account—State	
38	Appropriation. . . . .	\$6,529,000

1 TOTAL APPROPRIATION. . . . . ((~~\$1,183,337,000~~))  
2 \$1,198,474,000

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

5 (1) Amounts appropriated in this section include funding for the  
6 department to establish basic foster care rates consistent with the  
7 settlement agreement in *FPAWS v. Quigley*.

8 (2) \$668,000 of the general fund—state appropriation for fiscal  
9 year 2016 and \$668,000 of the general fund—state appropriation for  
10 fiscal year 2017 are provided solely to contract for the operation of  
11 one pediatric interim care center. The center shall provide  
12 residential care for up to thirteen children through two years of  
13 age. Seventy-five percent of the children served by the center must  
14 be in need of special care as a result of substance abuse by their  
15 mothers. The center shall also provide on-site training to  
16 biological, adoptive, or foster parents. The center shall provide at  
17 least three months of consultation and support to the parents  
18 accepting placement of children from the center. The center may  
19 recruit new and current foster and adoptive parents for infants  
20 served by the center. The department shall not require case  
21 management as a condition of the contract.

22 (3) \$253,000 of the general fund—state appropriation for fiscal  
23 year 2016 and \$253,000 of the general fund—state appropriation for  
24 fiscal year 2017 are provided solely for the costs of the eight  
25 existing hub home foster families that provide a foster care delivery  
26 model that includes a licensed hub home. Use of the hub home model is  
27 intended to support foster parent retention, improve child outcomes,  
28 and encourage the least restrictive community placements for children  
29 in out-of-home care.

30 (4) \$579,000 of the general fund—state appropriation for fiscal  
31 year 2016, \$579,000 of the general fund—state appropriation for  
32 fiscal year 2017, and \$109,000 of the general fund—federal  
33 appropriation are provided solely for a receiving care center east of  
34 the Cascade mountains.

35 (5) \$990,000 of the general fund—state appropriation for fiscal  
36 year 2016 and \$990,000 of the general fund—state appropriation for  
37 fiscal year 2017 are provided solely for services provided through  
38 children's advocacy centers.

1 (6) \$1,250,000 of the general fund—state appropriation for fiscal  
2 year 2016 and \$1,351,000 of the general fund—state appropriation for  
3 fiscal year 2017 are provided solely for implementation of  
4 performance-based contracts for family support and related services  
5 pursuant to RCW 74.13B.020.

6 (7) \$4,865,000 of the general fund—state appropriation for fiscal  
7 year 2016, \$3,564,000 of the general fund—state appropriation for  
8 fiscal year 2017, \$6,529,000 of the child and family reinvestment  
9 account—state appropriation, and \$15,958,000 of the general fund—  
10 federal appropriation, are provided solely for family assessment  
11 response.

12 (8) \$94,000 of the general fund—state appropriation for fiscal  
13 year 2016 and \$94,000 of the general fund—state appropriation for  
14 fiscal year 2017 are provided solely for a contract with a child  
15 advocacy center in Spokane to provide continuum of care services for  
16 children who have experienced abuse or neglect and their families.

17 (9) \$668,000 of the domestic violence prevention account—state  
18 appropriation is provided solely for implementation of chapter 275,  
19 Laws of 2015 (SSB 5631) (domestic violence victims).

20 (10) \$1,996,000 of the general fund—state appropriation for  
21 fiscal year 2016, \$3,434,000 of the general fund—state appropriation  
22 for 2017, and \$844,000 of the general fund—federal appropriation are  
23 provided solely for the children's administration to:

24 (a) Reduce the caseload ratios of social workers serving children  
25 in foster care to promote decreased lengths of stay and to make  
26 progress towards achievement of the Braam settlement caseload  
27 outcome;

28 (b) Support the closure of child protective services  
29 investigations within ninety days of intake, where appropriate; and

30 (c) Progress towards statewide expansion and support of the child  
31 protective services family assessment response pathway.

32 The children's administration must, in the manner it determines  
33 appropriate, balance expenditure of amounts provided in this  
34 subsection in a way that makes substantial investments in each of the  
35 three purposes in (a) through (c) of this subsection. Of the amounts  
36 provided in this subsection, no more than \$1,600,000 may be used for  
37 the purpose of (b) of this subsection.

38 (11) \$819,000 of the general fund—state appropriation for fiscal  
39 year 2017 and \$373,000 of the general fund—federal appropriation are

1 provided solely for implementation of chapter 240, Laws of 2015 (SSB  
2 5740) (extended foster care).

3 (12) \$784,000 of the general fund—state appropriation for fiscal  
4 year 2017 is provided solely for early achievers tiered reimbursement  
5 for family home and center child care providers consistent with  
6 Engrossed Second Substitute House Bill No. 1491 (early care &  
7 education system).

8 (13)(a) \$539,000 of the general fund—state appropriation for  
9 fiscal year 2016, \$540,000 of the general fund—state appropriation  
10 for fiscal year 2017, \$656,000 of the general fund private/local  
11 appropriation, and \$253,000 of the general fund—federal appropriation  
12 are provided solely for a contract with an educational advocacy  
13 provider with expertise in foster care educational outreach. The  
14 amounts in this subsection are provided solely for contracted  
15 education coordinators to assist foster children in succeeding in  
16 K-12 and higher education systems and to assure a focus on education  
17 during the department's transition to performance-based contracts.  
18 Funding must be prioritized to regions with high numbers of foster  
19 care youth, or regions where backlogs of youth that have formerly  
20 requested educational outreach services exist. The children's  
21 administration is encouraged to use private matching funds to  
22 maintain educational advocacy services.

23 (b) Beginning in fiscal year 2017, the children's administration  
24 shall contract with the office of the superintendent of public  
25 instruction, which in turn shall contract with a nongovernmental  
26 entity or entities to provide educational advocacy services pursuant  
27 to Fourth Substitute House Bill No. 1999 (foster youth edu.  
28 outcomes). (~~(If the bill is not enacted by June 30, 2016, language in~~  
29 ~~this subsection shall lapse.)~~)

30 (14) The children's administration shall adopt policies to reduce  
31 the percentage of parents requiring supervised visitation, including  
32 clarification of the threshold for transition from supervised to  
33 unsupervised visitation prior to reunification. The children's  
34 administration shall submit the revised visitation policy to the  
35 appropriate policy and fiscal committees of the legislature by  
36 December 1, 2015.

37 (15) \$446,000 of the general fund—state appropriation for fiscal  
38 year 2016 is provided solely for a contract with a nongovernmental  
39 entity or entities for the demonstration site to improve the

1 educational outcomes of students who are dependent pursuant to  
2 chapter 13.34 RCW that was established pursuant to the 2013-2015  
3 omnibus appropriations act, section 202(10), chapter 4, Laws of 2013,  
4 2nd sp. sess.

5 (a) The demonstration site in this subsection must facilitate the  
6 educational progress and graduation of dependent youth by providing  
7 individualized education services and monitoring and supporting  
8 dependent youths' remediation needs, special education needs, and  
9 completion of education milestones. The contract must be performance-  
10 based with a stated goal of improving the graduation rates of foster  
11 youth by two percent per year over five school year periods. The  
12 baseline for measurement for the existing site was established in the  
13 2013-14 school year and remains applicable through the 2017-18 school  
14 year.

15 (b) The demonstration site must develop and provide services  
16 aimed at improving the educational outcomes of foster youth. These  
17 services must include:

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

20 (ii) Consultation with children's administration case workers to  
21 develop educational plans for and with participating youth;

22 (iii) Monitoring educational progress of participating youth;

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

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

27 (c) The contractor must report demonstration site outcomes to the  
28 department of social and health services and the office of the  
29 superintendent of public instruction by September 30, 2015, for the  
30 2014-15 school year and by September 30, 2016, for the 2015-16 school  
31 year.

32 (d) The children's administration shall proactively refer all  
33 eligible students thirteen years or older within the demonstration  
34 site area to the contractor for educational services.

35 (e) The contractor shall report to the legislature by September  
36 30, 2015, for the 2014-15 school year and by September 30, 2016, for  
37 the 2015-16 school year on the number of eligible youth referred by  
38 the children's administration, the number of youth served, and the  
39 effectiveness of the demonstration site in increasing graduation  
40 rates for dependent youth.

1 (16) The children's administration, office of the superintendent  
2 of public instruction, and student achievement council shall  
3 collaborate with the office of the attorney general, other  
4 governmental agencies, advocacy organizations, and others as needed  
5 to report to the legislature by December 1, 2015, on strategies to  
6 permit supplemental education transition planning for dependent youth  
7 to be administered by the student achievement council and the  
8 demonstration sites to be administered by the office of the  
9 superintendent of public instruction no later than June 30, 2016. The  
10 report shall assess the feasibility of transitioning the programs and  
11 recommend strategies to resolve data and information sharing barriers  
12 through legislative policy and professional practice.

13 (17) \$334,000 of the general fund—state appropriation for fiscal  
14 year 2016, \$548,000 of the general fund—state appropriation for  
15 fiscal year 2017, and \$249,000 of the general fund—federal  
16 appropriation are provided solely for extended foster care services  
17 for eligible youth engaged in employment for eighty hours or more per  
18 month, pursuant to chapter 122, Laws of 2014.

19 (18) The children's administration is encouraged to control  
20 exceptional reimbursement decisions so that the child's needs are met  
21 without excessive costs.

22 (19) \$841,000 of the general fund—state appropriation for fiscal  
23 year 2017 is provided solely for a base rate increase and an increase  
24 in tiered reimbursement rates, levels three through five, for  
25 licensed family child care providers. This funding is for the  
26 supplemental agreement to the 2015-2017 collective bargaining  
27 agreement covering family child care providers as set forth in  
28 section 905 of this act.

29 (20)(a) The children's administration shall develop a plan, in  
30 consultation with providers, to improve placement stability and  
31 promote a continuum of care for children and youth who have  
32 experienced abuse and neglect and require long-term placement with  
33 behavioral supports. The plan shall include the following in regards  
34 to these children and youth:

35 (i) Analysis of the cost-effectiveness and outcomes of existing  
36 placement options;

37 (ii) Development of common and consistent assessment criteria for  
38 determining the necessary level of care;

39 (iii) Delineation of a continuity of care continuum;

1 (iv) Identification of gaps in services with recommended  
2 strategies and costs for addressing those gaps, and;

3 (v) Development of models for stabilizing funding, including  
4 forecasting models, for all components of the service continuum.

5 (b) The children's administration shall submit the plan to the  
6 appropriate legislative committees by December 1, 2016.

7 (21) \$10,653,000 of the general fund—state appropriation for  
8 fiscal year 2017 is provided solely for the purpose of settling all  
9 claims and meeting the terms of the settlement agreement in the  
10 lawsuit *Perez v. Department of Social and Health Services, United*  
11 States District Court Western District of Washington at Tacoma, Cause  
12 No. 3:08-cv-05479-BHS, covering the payment of overtime for eligible  
13 class members and related employer taxes, retirement contributions,  
14 and other mandatory withholdings. Of the amount appropriated in this  
15 subsection, \$9,750,000 is to pay to eligible class members back wages  
16 and statutory damages. The expenditure of this appropriation is  
17 contingent on the release of all claims in the case, and the total  
18 settlement costs paid to class members shall not exceed the  
19 designated amount provided in this subsection.

20 **Sec. 1203.** 2016 sp.s. c 36 s 203 (uncodified) is amended to read  
21 as follows:

22 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—JUVENILE**  
23 **REHABILITATION PROGRAM**

24	General Fund—State Appropriation (FY 2016). . . . .	\$92,347,000
25	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$90,892,000)</del>
26		<u>\$92,319,000</u>
27	General Fund—Federal Appropriation. . . . .	\$3,464,000
28	General Fund—Private/Local Appropriation. . . . .	\$1,985,000
29	Washington Auto Theft Prevention Authority Account—	
30	State Appropriation. . . . .	\$196,000
31	Juvenile Accountability Incentive Account—Federal	
32	Appropriation. . . . .	<del>(\$2,801,000)</del>
33		<u>\$1,400,000</u>
34	TOTAL APPROPRIATION. . . . .	<del>(\$191,685,000)</del>
35		<u>\$191,711,000</u>

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



1 (1) \$331,000 of the general fund—state appropriation for fiscal  
2 year 2016 and \$331,000 of the general fund—state appropriation for  
3 fiscal year 2017 are provided solely for deposit in the county  
4 criminal justice assistance account for costs to the criminal justice  
5 system associated with the implementation of chapter 338, Laws of  
6 1997 (juvenile code revisions). The amounts provided in this  
7 subsection are intended to provide funding for county adult court  
8 costs associated with the implementation of chapter 338, Laws of 1997  
9 and shall be distributed in accordance with RCW 82.14.310.

10 (2) \$6,198,000 of the general fund—state appropriation for fiscal  
11 year 2016 and \$6,198,000 of the general fund—state appropriation for  
12 fiscal year 2017 are provided solely to implement community juvenile  
13 accountability grants pursuant to chapter 338, Laws of 1997 (juvenile  
14 code revisions). Funds provided in this subsection may be used solely  
15 for community juvenile accountability grants, administration of the  
16 grants, and evaluations of programs funded by the grants.

17 (3) \$1,130,000 of the general fund—state appropriation for fiscal  
18 year 2016 is provided solely to implement alcohol and substance abuse  
19 treatment programs for locally committed offenders. Funding for this  
20 purpose in fiscal year 2017 is provided through a memorandum of  
21 understanding with the department of social and health services  
22 alcohol and substance abuse program. The juvenile rehabilitation  
23 administration shall award these moneys on a competitive basis to  
24 counties that submitted a plan for the provision of services approved  
25 by the division of alcohol and substance abuse. The juvenile  
26 rehabilitation administration shall develop criteria for evaluation  
27 of plans submitted and a timeline for awarding funding and shall  
28 assist counties in creating and submitting plans for evaluation.

29 (4) \$3,123,000 of the general fund—state appropriation for fiscal  
30 year 2016 and \$2,841,000 of the general fund—state appropriation for  
31 fiscal year 2017 are provided solely for grants to county juvenile  
32 courts for the following juvenile justice programs identified by the  
33 Washington state institute for public policy (institute) in its  
34 report: "Inventory of Evidence-based, Research-based, and Promising  
35 Practices for Prevention and Intervention Services for Children and  
36 Juveniles in the Child Welfare, Juvenile Justice, and Mental Health  
37 Systems." Additional funding for this purpose in fiscal year 2017 is  
38 provided through a memorandum of understanding with the department of  
39 social and health services alcohol and substance abuse program.

1 County juvenile courts shall apply to the juvenile rehabilitation  
2 administration for funding for program-specific participation and the  
3 administration shall provide grants to the courts consistent with the  
4 per-participant treatment costs identified by the institute.

5 (5) \$1,537,000 of the general fund—state appropriation for fiscal  
6 year 2016 and \$1,537,000 of the general fund—state appropriation for  
7 fiscal year 2017 are provided solely for expansion of the following  
8 juvenile justice treatments and therapies in juvenile rehabilitation  
9 administration programs identified by the Washington state institute  
10 for public policy in its report: "Inventory of Evidence-based,  
11 Research-based, and Promising Practices for Prevention and  
12 Intervention Services for Children and Juveniles in the Child  
13 Welfare, Juvenile Justice, and Mental Health Systems." The  
14 administration may concentrate delivery of these treatments and  
15 therapies at a limited number of programs to deliver the treatments  
16 in a cost-effective manner.

17 (6)(a) The juvenile rehabilitation administration shall  
18 administer a block grant to county juvenile courts for the purpose of  
19 serving youth adjudicated in the county juvenile justice system.  
20 Funds dedicated to the block grant include: Consolidated juvenile  
21 service (CJS) funds, community juvenile accountability act (CJAA)  
22 grants, chemical dependency/mental health disposition alternative  
23 (CDDA), and suspended disposition alternative (SDA). The juvenile  
24 rehabilitation administration shall follow the following formula and  
25 will prioritize evidence-based programs and disposition alternatives  
26 and take into account juvenile courts program-eligible youth in  
27 conjunction with the number of youth served in each approved  
28 evidence-based program or disposition alternative: (i) Thirty-seven  
29 and one-half percent for the at-risk population of youth ten to  
30 seventeen years old; (ii) fifteen percent for moderate and high-risk  
31 youth; (iii) twenty-five percent for evidence-based program  
32 participation; (iv) seventeen and one-half percent for minority  
33 populations; (v) three percent for the chemical dependency  
34 disposition alternative; and (vi) two percent for the mental health  
35 and sentencing dispositional alternatives. Funding for the special  
36 sex offender disposition alternative (SSODA) shall not be included in  
37 the block grant, but allocated on the average daily population in  
38 juvenile courts. Funding for the evidence-based expansion grants  
39 shall be excluded from the block grant formula. Funds may be used for  
40 promising practices when approved by the juvenile rehabilitation

1 administration and juvenile courts, through the community juvenile  
2 accountability act committee, based on the criteria established in  
3 consultation with Washington state institute for public policy and  
4 the juvenile courts.

5 (b) The juvenile rehabilitation administration and the juvenile  
6 courts shall establish a block grant funding formula oversight  
7 committee with equal representation from the juvenile rehabilitation  
8 administration and the juvenile courts. The purpose of this committee  
9 is to assess the ongoing implementation of the block grant funding  
10 formula, utilizing data-driven decision making and the most current  
11 available information. The committee will be cochaired by the  
12 juvenile rehabilitation administration and the juvenile courts, who  
13 will also have the ability to change members of the committee as  
14 needed to achieve its purpose. Initial members will include one  
15 juvenile court representative from the finance committee, the  
16 community juvenile accountability act committee, the risk assessment  
17 quality assurance committee, the executive board of the Washington  
18 association of juvenile court administrators, the Washington state  
19 center for court research, and a representative of the superior court  
20 judges association; two representatives from the juvenile  
21 rehabilitation administration headquarters program oversight staff,  
22 two representatives of the juvenile rehabilitation administration  
23 regional office staff, one representative of the juvenile  
24 rehabilitation administration fiscal staff and a juvenile  
25 rehabilitation administration division director. The committee may  
26 make changes to the formula categories other than the evidence-based  
27 program and disposition alternative categories if it is determined  
28 the changes will increase statewide service delivery or effectiveness  
29 of evidence-based program or disposition alternative resulting in  
30 increased cost benefit savings to the state. Long-term cost benefit  
31 must be considered. Percentage changes may occur in the evidence-  
32 based program or disposition alternative categories of the formula  
33 should it be determined the changes will increase evidence-based  
34 program or disposition alternative delivery and increase the cost  
35 benefit to the state. These outcomes will also be considered in  
36 determining when evidence-based expansion or special sex offender  
37 disposition alternative funds should be included in the block grant  
38 or left separate.

39 (c) The juvenile courts and administrative office of the courts  
40 shall be responsible for collecting and distributing information and

1 providing access to the data systems to the juvenile rehabilitation  
2 administration and the Washington state institute for public policy  
3 related to program and outcome data. The juvenile rehabilitation  
4 administration and the juvenile courts will work collaboratively to  
5 develop program outcomes that reinforce the greatest cost benefit to  
6 the state in the implementation of evidence-based practices and  
7 disposition alternatives.

8 (7) The juvenile courts and administrative office of the courts  
9 shall collect and distribute information related to program outcome  
10 and provide access to these data systems to the juvenile  
11 rehabilitation administration and Washington state institute for  
12 public policy. The agreements between administrative office of the  
13 courts, the juvenile courts, and the juvenile rehabilitation  
14 administration shall be executed to ensure that the juvenile  
15 rehabilitation administration receives the data that the juvenile  
16 rehabilitation administration identifies as needed to comply with  
17 this subsection. This includes, but is not limited to, information by  
18 program at the statewide aggregate level, individual court level, and  
19 individual client level for the purpose of the juvenile  
20 rehabilitation administration providing quality assurance and  
21 oversight for the locally committed youth block grant and associated  
22 funds and at times as specified by the juvenile rehabilitation  
23 administration as necessary to carry out these functions. The data  
24 shall be provided in a manner that reflects the collaborative work  
25 the juvenile rehabilitation administration and juvenile courts have  
26 developed regarding program outcomes that reinforce the greatest cost  
27 benefit to the state in the implementation of evidence-based  
28 practices and disposition alternatives.

29 (8) \$445,000 of the general fund—state appropriation for fiscal  
30 year 2016 and \$445,000 of the general fund—state appropriation for  
31 fiscal year 2017 are provided solely for funding of the teamchild  
32 project.

33 (9) \$178,000 of the general fund—state appropriation for fiscal  
34 year 2016 and \$178,000 of the general fund—state appropriation for  
35 fiscal year 2017 are provided solely for the juvenile detention  
36 alternatives initiative.

37 (10) \$500,000 of the general fund—state appropriation for fiscal  
38 year 2016 and \$500,000 of the general fund—state appropriation for  
39 fiscal year 2017 are provided solely for a grant program focused on

1 criminal street gang prevention and intervention. The juvenile  
2 rehabilitation administration may award grants under this subsection.  
3 The juvenile rehabilitation administration shall give priority to  
4 applicants who have demonstrated the greatest problems with criminal  
5 street gangs. Applicants composed of, at a minimum, one or more local  
6 governmental entities and one or more nonprofit, nongovernmental  
7 organizations that have a documented history of creating and  
8 administering effective criminal street gang prevention and  
9 intervention programs may apply for funding under this subsection.  
10 Each entity receiving funds must report to the juvenile  
11 rehabilitation administration on the number and types of youth  
12 served, the services provided, and the impact of those services on  
13 the youth and the community.

14 (11) The juvenile rehabilitation institutions may use funds  
15 appropriated in this subsection to purchase services, goods, and  
16 supplies through hospital group purchasing organizations when it is  
17 cost-effective to do so.

18 (12) \$250,000 of the general fund—state appropriation for fiscal  
19 year 2017 is provided solely for implementation of Engrossed  
20 Substitute House Bill No. 2746 (juvenile offender treatment). (~~If~~  
21 ~~the bill is not enacted by June 30, 2016, the amount provided in this~~  
22 ~~subsection shall lapse.~~)

23 **Sec. 1204.** 2016 sp.s. c 36 s 204 (uncodified) is amended to read  
24 as follows:

25 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—MENTAL HEALTH**  
26 **PROGRAM**

27 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

28 General Fund—State Appropriation (FY 2016). . . . .	\$310,977,000
29 General Fund—State Appropriation (FY 2017). . . . .	<del>((355,262,000))</del>
30	<u>\$343,084,000</u>
31 General Fund—Federal Appropriation. . . . .	<del>((1,011,270,000))</del>
32	<u>\$986,952,000</u>
33 General Fund—Private/Local Appropriation. . . . .	\$17,864,000
34 Dedicated Marijuana Account—State Appropriation	
35 (FY 2016). . . . .	\$2,778,000
36 Dedicated Marijuana Account—State Appropriation	
37 (FY 2017). . . . .	\$3,684,000
38 TOTAL APPROPRIATION. . . . .	<del>((1,701,835,000))</del>

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

(a) For the purposes of this subsection, the term "regional support networks," includes, effective April 1, 2016, behavioral health organizations which assume the duties of regional support networks pursuant to chapter 225, Laws of 2014 (2SSB 6312).

(b) \$12,204,000 of the general fund—state appropriation for fiscal year 2016, \$13,761,000 of the general fund—state appropriation for fiscal year 2017, and \$17,918,000 of the general fund—federal appropriation are provided solely to reimburse regional support networks for increased utilization costs, as compared to utilization costs in fiscal year 2014, that are incurred in order to meet statutory obligations to provide individualized mental health treatment in appropriate settings to individuals who are detained or committed under the involuntary treatment act. Prior to distributing funds to a regional support network requesting reimbursement for costs relative to increased utilization, the department must receive adequate documentation of such increased utilization and costs. Regional support networks receiving funds for community hospitals or evaluation and treatment center beds under (p) of this subsection are only eligible for reimbursement that exceeds the total of their utilization costs in fiscal year 2014 and the costs of services provided with additional funds received under (p) of this subsection.

(c) \$2,452,000 of the general fund—state appropriation for fiscal year 2016, \$2,264,000 of the general fund—state appropriation for fiscal year 2017, and \$2,653,000 of the general fund—federal appropriation are provided solely for implementation of chapter 258, Laws of 2015 (E2SSB 5269) (involuntary treatment act). Regional support networks must use these amounts for involuntary treatment costs associated with implementation of this bill.

(d) \$3,776,000 of the general fund—state appropriation for fiscal year 2016, \$5,780,000 of the general fund—state appropriation for fiscal year 2017, and \$6,054,000 of the general fund—federal appropriation are provided solely for implementation of chapter 250, Laws of 2015 (E2SHB 1450) (involuntary outpatient treatment). Regional support networks must use these amounts for increases in community mental health treatment associated with implementation of this bill.

1 (e) \$81,180,000 of the general fund—state appropriation for  
2 fiscal year 2016 and \$81,180,000 of the general fund—state  
3 appropriation for fiscal year 2017 are provided solely for persons  
4 and services not covered by the medicaid program. To the extent  
5 possible, levels of regional support network spending shall be  
6 maintained in the following priority order: Crisis and commitment  
7 services; community inpatient services; and residential care  
8 services, including personal care and emergency housing assistance.  
9 These amounts includes a reduction of \$4,715,000 for fiscal year 2016  
10 and \$4,715,000 for fiscal year 2017 associated with a funding shift  
11 that allows for increased federal participation for community  
12 inpatient stays that were previously ineligible for federal matching  
13 funds. This reduction will be distributed to regional support  
14 networks based on the same proportions that were added to regional  
15 support network capitation ranges specific to the waiver that allowed  
16 for federal funds to be used for community inpatient stays that were  
17 previously ineligible for federal matching funds. The department must  
18 allow regional support networks to use medicaid capitation payments  
19 to provide services to medicaid enrollees that are in addition to  
20 those covered under the state plan in accordance with the conditions  
21 established under federal regulations governing medicaid managed care  
22 contracts and subject to federal approval by the center for medicaid  
23 and medicare services.

24 (f) \$6,590,000 of the general fund—state appropriation for fiscal  
25 year 2016, \$6,590,000 of the general fund—state appropriation for  
26 fiscal year 2017, and \$7,620,000 of the general fund—federal  
27 appropriation are provided solely for the department and regional  
28 support networks to continue to contract for implementation of high-  
29 intensity programs for assertive community treatment (PACT) teams. In  
30 determining the proportion of medicaid and nonmedicaid funding  
31 provided to regional support networks with PACT teams, the department  
32 shall consider the differences between regional support networks in  
33 the percentages of services and other costs associated with the teams  
34 that are not reimbursable under medicaid. The department may allow  
35 regional support networks which have nonmedicaid reimbursable costs  
36 that are higher than the nonmedicaid allocation they receive under  
37 this section to supplement these funds with local dollars or funds  
38 received under section 204(1)(e) of this act. The department and  
39 regional support networks shall maintain consistency with all

1 essential elements of the PACT evidence-based practice model in  
2 programs funded under this section.

3 (g) The number of nonforensic beds allocated for use by regional  
4 support networks at eastern state hospital shall be 192 per day. The  
5 number of nonforensic beds allocated for use by regional support  
6 networks at western state hospital shall be 587 per day in fiscal  
7 year 2016. Pursuant to Engrossed Second Substitute House Bill No.  
8 2453 (state hospital oversight) or Substitute Senate Bill No. 6656  
9 (state hospital practices), the department must transition and divert  
10 enough patients with long term care needs from western state hospital  
11 by January 1, 2017, to reduce the capacity needed for this population  
12 by 30 beds and the department must reduce the number of nonforensic  
13 beds allocated for use by regional support networks at western state  
14 hospital to 557. The department may contract through a regional  
15 support network for up to 30 local community hospital beds to provide  
16 treatment to individuals on a 90 day involuntary commitment order and  
17 must lower that regional support network's allocation of beds by the  
18 number of contracted beds.

19 (h) From the general fund—state appropriations in this  
20 subsection, the secretary of social and health services shall assure  
21 that regional support networks reimburse the aging and disability  
22 services administration for the general fund—state cost of medicaid  
23 personal care services that enrolled regional support network  
24 consumers use because of their psychiatric disability.

25 (i) The department is authorized to continue to contract  
26 directly, rather than through contracts with regional support  
27 networks, for children's long-term inpatient facility services.

28 (j) \$750,000 of the general fund—state appropriation for fiscal  
29 year 2016 and \$750,000 of the general fund—state appropriation for  
30 fiscal year 2017 are provided solely to continue performance-based  
31 incentive contracts to provide appropriate community support services  
32 for individuals with severe mental illness who were discharged from  
33 the state hospitals as part of the expanding community services  
34 initiative. These funds will be used to enhance community residential  
35 and support services provided by regional support networks through  
36 other state and federal funding.

37 (k) \$1,125,000 of the general fund—state appropriation for fiscal  
38 year 2016 and \$1,125,000 of the general fund—state appropriation for  
39 fiscal year 2017 are provided solely for the Spokane regional support



1 network to implement services to reduce utilization and the census at  
2 eastern state hospital. Such services shall include:

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

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

9 (iii) Mental health services provided in nursing facilities to  
10 individuals with dementia, and consultation to facility staff  
11 treating those individuals; and

12 (iv) Services at the sixteen-bed evaluation and treatment  
13 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 (l) \$1,204,000 of the general fund—state appropriation for fiscal  
19 year 2016 and \$1,204,000 of the general fund—state appropriation for  
20 fiscal year 2017 are provided solely to reimburse Pierce and Spokane  
21 counties for the cost of conducting 180-day commitment hearings at  
22 the state psychiatric hospitals.

23 (m) 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  
29 state funds allocated in accordance with (e) of this subsection to  
30 earn additional medicaid match, but only to the extent that the  
31 application of such funds to medicaid services does not diminish the  
32 level of crisis and commitment, community inpatient, residential  
33 care, and outpatient services presently available to persons not  
34 eligible for medicaid.

35 (n) \$2,291,000 of the general fund—state appropriation for fiscal  
36 year 2016 and \$2,291,000 of the general fund—state appropriation for  
37 fiscal year 2017 are provided solely for mental health services for  
38 mentally ill offenders while confined in a county or city jail and

1 for facilitating access to programs that offer mental health services  
2 upon release from confinement.

3 (o) Within the amounts appropriated in this section, funding is  
4 provided for the department to develop and phase in intensive mental  
5 health services for high needs youth consistent with the settlement  
6 agreement in *T.R. v. Dreyfus and Porter*.

7 (p) \$9,184,000 of the general fund—state appropriation for fiscal  
8 year 2016, \$11,405,000 of the general fund—state appropriation for  
9 fiscal year 2017, and \$17,680,000 of the general fund—federal  
10 appropriation are provided solely for enhancement of community mental  
11 health services. The department must contract these funds for the  
12 operation of community programs in which the department determines  
13 there is a need for capacity that allows individuals to be diverted  
14 or transitioned from the state hospitals including but not limited  
15 to: (i) Community hospital or free standing evaluation and treatment  
16 services providing short-term detention and commitment services under  
17 the involuntary treatment act to be located in the geographic areas  
18 of the King regional support network, the Spokane regional support  
19 network outside of Spokane county, and the Thurston Mason regional  
20 support network; (ii) one new full program of an assertive community  
21 treatment team in the King regional support network and two new half  
22 programs of assertive community treatment teams in the Spokane  
23 regional support network and the Pierce regional support network; and  
24 (iii) three new recovery support services programs in the Grays  
25 Harbor regional support network, the greater Columbia regional  
26 support network, and the north sound regional support network. In  
27 contracting for community evaluation and treatment services, the  
28 department may not use these resources in facilities that meet the  
29 criteria to be classified under federal law as institutions for  
30 mental diseases. If the department is unable to come to a contract  
31 agreement with a designated regional support network for any of the  
32 services identified above, it may consider contracting for that  
33 service in another regional support network that has the need for  
34 such service.

35 (q) The appropriations in this section include a reduction of  
36 \$16,462,000 in general fund—state and \$16,468,000 of general fund—  
37 federal expenditure authority. This reduction must be achieved by  
38 reducing regional support network medicaid rates for disabled adults,  
39 nondisabled adults, disabled children, and nondisabled children. No

1 regional support network rate may be lowered below the low end of the  
2 rate range that is certified as actuarially sound. The department  
3 must work to develop updated minimum and maximum reserve levels that  
4 reflect the changes in the number of medicaid eligible individuals  
5 since reserve levels were originally set as well as the integration  
6 of substance use disorder services into managed care contracts funded  
7 within the amounts appropriated in this section. The department must  
8 submit a report to the office of financial management and the  
9 appropriate fiscal committees of the legislature by December 1, 2015,  
10 that includes the revised minimum and maximum reserve levels for  
11 medicaid and nonmedicaid behavioral health organization contracts.

12 (r) \$300,000 of the general fund—state appropriation for fiscal  
13 year 2016, \$1,394,000 of the general fund—state appropriation for  
14 fiscal year 2017, and \$2,020,000 of the general fund—federal  
15 appropriation are provided solely for implementation of chapter 7,  
16 Laws of 2015 1st sp. sess. (2E2SSB 5177) (timeliness of competency  
17 evaluation and restoration services). Regional support networks must  
18 use the amounts for outpatient mental health treatment costs  
19 associated with implementation of the bill.

20 (s) \$1,500,000 of the general fund—state appropriation for fiscal  
21 year 2017 is provided solely to support the southwest Washington  
22 region in transitioning to become an early adopter for full  
23 integration of physical and behavioral health care. These amounts  
24 must be used to provide a reserve for nonmedicaid services in the  
25 region and to stabilize the new crisis services system. The  
26 department and the health care authority must develop a memorandum of  
27 understanding on the use of these funds.

28 (t) By April 1, 2016, the department must establish minimum and  
29 maximum funding levels for all reserves allowed under behavioral  
30 health organization contracts and insert contract language that  
31 clearly states the requirements and limitations. The department must  
32 monitor and ensure that behavioral health organization reserves do  
33 not exceed maximum levels. The department must monitor behavioral  
34 health organization revenue and expenditure reports and must require  
35 a behavioral health organization to submit a corrective action plan  
36 on how it will spend its excess reserves within a reasonable period  
37 of time, when its reported reserves exceed maximum levels established  
38 under the contract. The department must review and approve such plans  
39 and monitor to ensure compliance. If the department determines that a

1 behavioral health organization has failed to provide an adequate  
2 excess reserve corrective action plan or is not complying with an  
3 approved plan, the department must reduce payments to the behavioral  
4 health organization in accordance with remedial actions provisions  
5 included in the contract. These reductions in payments must continue  
6 until the department determines that the behavioral health  
7 organization has come into substantial compliance with an approved  
8 excess reserve corrective action plan.

9 (u) \$2,000,000 of the general fund—state appropriation for fiscal  
10 year 2017 and \$762,000 of the general fund—federal appropriation for  
11 fiscal year 2017 are provided solely for four housing support and  
12 step down services teams.

13 (v) \$1,760,000 of the general fund—federal appropriation is  
14 provided solely for a pilot project to put peer bridging staff into  
15 each regional support network as part of the state psychiatric  
16 liaison teams to promote continuity of service as individuals return  
17 to their communities. The department must collect and make available  
18 data on the impact of peer staff on state hospital discharges and  
19 community placements.

20 (w) \$417,000 of the general fund—state appropriation for fiscal  
21 year 2017 and \$179,000 of the general fund—federal appropriation are  
22 provided solely for implementation of Second Substitute House Bill  
23 No. 1448 (suicide threat response). ((If the bill is not enacted by  
24 June 30, 2016, the amounts provided in this subsection shall lapse.))

25 (2) INSTITUTIONAL SERVICES

26	General Fund—State Appropriation (FY 2016). . . . .	\$178,731,000
27	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$196,851,000)</del>
28		<u>\$206,636,000</u>
29	General Fund—Federal Appropriation. . . . .	<del>(\$165,365,000)</del>
30		<u>\$167,693,000</u>
31	General Fund—Private/Local Appropriation. . . . .	<del>(\$49,742,000)</del>
32		<u>\$51,180,000</u>
33	Governor's Behavioral Health Innovation Fund—State	
34	Appropriation. . . . .	\$6,777,000
35	TOTAL APPROPRIATION. . . . .	<del>(\$597,466,000)</del>
36		<u>\$611,017,000</u>

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

1 (a) The state psychiatric hospitals may use funds appropriated in  
2 this subsection to purchase services, goods, and supplies through  
3 hospital group purchasing organizations when it is cost-effective to  
4 do so.

5 (b) \$231,000 of the general fund—state appropriation for fiscal  
6 year 2016 and \$231,000 of the general fund—state appropriation for  
7 fiscal year 2017 are provided solely for a community partnership  
8 between western state hospital and the city of Lakewood to support  
9 community policing efforts in the Lakewood community surrounding  
10 western state hospital. The amounts provided in this subsection  
11 (2)(b) are for the salaries, benefits, supplies, and equipment for  
12 one full-time investigator, one full-time police officer, and one  
13 full-time community service officer at the city of Lakewood.

14 (c) \$45,000 of the general fund—state appropriation for fiscal  
15 year 2016 and \$45,000 of the general fund—state appropriation for  
16 fiscal year 2017 are provided solely for payment to the city of  
17 Lakewood for police services provided by the city at western state  
18 hospital and adjacent areas.

19 (d) \$9,571,000 of the general fund—state appropriation for fiscal  
20 year 2016 and \$17,287,000 of the general fund—state appropriation for  
21 fiscal year 2017 are provided solely for implementation of efforts to  
22 improve the timeliness of competency restoration services pursuant to  
23 chapter 5, Laws of 2015 (SSB 5889) (timeliness of competency  
24 treatment and evaluation services). This funding must be used to  
25 increase the number of forensic beds at western state hospital to  
26 three hundred thirty and the number of forensic beds at eastern state  
27 hospital to one hundred twenty-five by June 30, 2017. Pursuant to  
28 chapter 7, Laws of 2015 1st sp. sess. (2E2SSB 5177) (timeliness of  
29 competency treatment and evaluation services), the department may  
30 contract some of these amounts for services at alternative locations  
31 if the secretary determines that there is a need.

32 (e) \$2,349,000 of the general fund—state appropriation for fiscal  
33 year 2016 and \$2,318,000 of the general fund—state appropriation for  
34 fiscal year 2017 are provided solely for implementation of efforts to  
35 improve the timeliness of competency evaluation services for  
36 individuals who are in local jails pursuant to chapter 5, Laws of  
37 2015 (SSB 5889) (timeliness of competency treatment and evaluation  
38 services). This funding must be used solely to increase the number of  
39 staff providing competency evaluation services.

1 (f) \$135,000 of the general fund—state appropriation for fiscal  
2 year 2017 is provided solely for the department to hire an on-site  
3 safety compliance officer, stationed at Western State Hospital, to  
4 provide oversight and accountability of the hospital's response to  
5 safety concerns regarding the hospital's work environment.

6 (g) \$600,000 of the general fund—state appropriation for fiscal  
7 year 2017 is provided solely for the department to contract with the  
8 University of Washington department of psychiatry and behavioral  
9 sciences. The University of Washington shall conduct an analysis and  
10 develop a plan to create a high quality forensic teaching unit in  
11 collaboration with Western State Hospital. The plan shall include an  
12 appraisal of risks, barriers, and benefits to implementation as well  
13 as an implementation timeline. The University of Washington shall  
14 report to the department, the office of financial management, and  
15 relevant policy and fiscal committees of the legislature on findings  
16 and recommendations by November 1, 2017.

17 (h) \$6,777,000 of the governor's behavioral health innovation  
18 fund appropriation is provided solely to improve the quality of care,  
19 patient and staff safety, and the efficiency of operations at the  
20 state hospitals pursuant to Engrossed Second Substitute House Bill  
21 No. 2453 (state hospital oversight) or Substitute Senate Bill No.  
22 6656 (state hospital practices). In accordance with Engrossed Second  
23 Substitute House Bill No. 2453 or Substitute Senate Bill No. 6656,  
24 the department must apply to and receive approval from the office of  
25 financial management prior to expending appropriations from this  
26 account. If neither bill is enacted by June 30, 2016, the amounts  
27 provided in this subsection shall lapse. It is the intent of the  
28 legislature that the ongoing costs of services that are implemented  
29 through these amounts be considered as maintenance level in the  
30 fiscal year 2017-2019 operating budget.

31 (i) \$510,000 of the general fund—state appropriation for fiscal  
32 year 2016 and \$6,256,000 of the general fund—state appropriation for  
33 fiscal year 2017 are provided solely to increase the number of funded  
34 registered nurses at western state hospital by 51 positions by July  
35 1, 2016. If the department is unable to fill these positions by July  
36 1, 2016, the department may develop an alternative plan for spending  
37 the amount proportional to the positions that are not filled. This  
38 plan must be submitted to the office of financial management  
39 following the same process established in Engrossed Second Substitute

1 House Bill No. 2453 (state hospital oversight) or Substitute Senate  
2 Bill No. 6656 (state hospital practices) for applying for funds in  
3 the Governor's behavioral health innovation fund. The office of  
4 financial management may, after receiving input from the select  
5 committee created in Engrossed Second Substitute House Bill No. 2453  
6 or Substitute Senate Bill No. 6656, approve that an amount  
7 proportional to the positions that are not filled be spent on the  
8 department's alternative plan.

9 (j) \$791,000 of the general fund—state appropriation for fiscal  
10 year 2016, \$1,456,000 of the general fund—state appropriation for  
11 fiscal year 2017, and \$199,000 of the general fund—federal  
12 appropriation are provided solely for the unilateral implementation  
13 of targeted job classification compensation increases as set forth in  
14 section 903 of this act, effective December 1, 2015, at eastern and  
15 western state hospitals. The legislature recognizes that the  
16 compensation increases were necessitated by an emergency and an  
17 imminent jeopardy determination by the centers for medicare and  
18 medicaid services that relates to the safety and health of clients  
19 and employees.

20 (k) \$611,000 of the general fund—state appropriation for fiscal  
21 year 2016, \$2,264,000 of the general fund—state appropriation for  
22 fiscal year 2017, and \$250,000 of the general fund—federal  
23 appropriation are provided solely for the implementation of a  
24 memorandum of understanding between the governor and the service  
25 employees international union healthcare 1199nw amending the  
26 collective bargaining agreement under chapter 41.80 RCW for the  
27 2015-2017 fiscal biennium as set forth in section 902 of this act,  
28 effective December 1, 2015, at eastern and western state hospitals  
29 and the child study treatment center. The legislature recognizes that  
30 the memorandum of understanding was necessitated by an emergency and  
31 an imminent jeopardy determination by the center for medicare and  
32 medicaid services that relates to the safety and health of clients  
33 and employees.

34 (l) \$3,789,000 of the general fund—state appropriation for fiscal  
35 year 2017 is provided solely to improve western state hospital  
36 patient and employee safety by opening a civil ward in order to  
37 reduce the patients per ward.

38 (m) \$224,000 of the general fund—state appropriation for fiscal  
39 year 2017 is provided solely for the department to hire two staff for

1 western state hospital dedicated to discharge planning and  
2 coordination efforts between other parts of the department and with  
3 the regional support networks to more efficiently and properly  
4 discharge patients determined ready to go back to their communities.

5 (n) \$1,900,000 of the general fund—state appropriation for fiscal  
6 year 2017 is provided solely for the fifteen percent assignment pay  
7 increase for psychiatrist classifications at eastern and western  
8 state hospital granted during fiscal year 2015.

9 (o) \$891,000 of the general fund—state appropriation for fiscal  
10 year 2016, \$1,600,000 of the general fund—state appropriation for  
11 fiscal year 2017, and \$211,000 of the general fund—federal  
12 appropriation are provided solely for implementation of a new  
13 memorandum of understanding between the state and the union of  
14 physicians of Washington to increase compensation for physician and  
15 psychiatrist classifications under chapter 41.80 RCW for the  
16 2015-2017 fiscal biennium pursuant to section 901 of this act. The  
17 memorandum of understanding reached between the state and the union  
18 of physicians of Washington effective December 1, 2015, is not  
19 approved. The amounts provided in this subsection are contingent on  
20 the state and the union of physicians of Washington reaching an  
21 agreement by June 30, 2016, that allows psychiatric advanced  
22 registered nurse practitioners and physician assistants to perform  
23 work and tasks that are currently or have been historically performed  
24 by physicians and psychiatrists at the state hospitals.

25 (p) \$19,000 of the general fund—state appropriation for fiscal  
26 year 2017 and \$1,000 of the general fund—federal appropriation are  
27 provided solely for nonrepresented state employees in targeted state  
28 employee job classifications as set forth in section 906 of this act.

29 (3) SPECIAL PROJECTS

30	General Fund—State Appropriation (FY 2016). . . . .	\$477,000
31	General Fund—State Appropriation (FY 2017). . . . .	\$490,000
32	General Fund—Federal Appropriation. . . . .	<del>(( \$7,391,000 ))</del>
33		<u>\$8,274,000</u>
34	TOTAL APPROPRIATION. . . . .	<del>(( \$8,358,000 ))</del>
35		<u>\$9,241,000</u>

36 The appropriations in this subsection are subject to the  
37 following conditions and limitations: \$446,000 of the general fund—  
38 state appropriation for fiscal year 2016, \$446,000 of the general



1 fund—state appropriation for fiscal year 2017, and \$178,000 of the  
2 general fund—federal appropriation are provided solely for the  
3 University of Washington's evidence-based practice institute which  
4 supports the identification, evaluation, and implementation of  
5 evidence-based or promising practices. The institute must work with  
6 the department to develop a plan to seek private, federal, or other  
7 grant funding in order to reduce the need for state general funds.

8 (4) PROGRAM SUPPORT

9	General Fund—State Appropriation (FY 2016). . . . .	\$9,779,000
10	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$9,120,000)</del>
11		<u>\$9,874,000</u>
12	General Fund—Federal Appropriation. . . . .	<del>(\$12,025,000)</del>
13		<u>\$12,396,000</u>
14	General Fund—Private/Local Appropriation. . . . .	\$502,000
15	TOTAL APPROPRIATION. . . . .	<del>(\$31,426,000)</del>
16		<u>\$32,551,000</u>

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

19 (a) In accordance with RCW 43.20B.110, 43.135.055, and 71.24.035,  
20 the department is authorized to adopt license and certification fees  
21 in fiscal years 2016 and 2017 to support the costs of the regulatory  
22 program. The department's fee schedule shall have differential rates  
23 for providers with proof of accreditation from organizations that the  
24 department has determined to have substantially equivalent standards  
25 to those of the department, including but not limited to the joint  
26 commission on accreditation of health care organizations, the  
27 commission on accreditation of rehabilitation facilities, and the  
28 council on accreditation. To reflect the reduced costs associated  
29 with regulation of accredited programs, the department's fees for  
30 organizations with such proof of accreditation must reflect the lower  
31 costs of licensing for these programs than for other organizations  
32 which are not accredited.

33 (b) In developing the new medicaid managed care rates under which  
34 the public mental health managed care system will operate, the  
35 department must seek to estimate the reasonable and necessary cost of  
36 efficiently and effectively providing a comparable set of medically  
37 necessary mental health benefits to persons of different acuity  
38 levels regardless of where in the state they live. The department  
39 must report to the office of financial management and to the relevant

1 fiscal and policy committees of the legislature on its proposed new  
2 mental health managed care rate-setting approach by August 1, 2015,  
3 and again at least sixty days prior to implementation of new  
4 capitation rates.

5 (c) Within the amounts appropriated in this section, funding is  
6 provided for the department to continue to develop the child  
7 adolescent needs and strengths assessment tool and build workforce  
8 capacity to provide evidence based wraparound services for children,  
9 consistent with the settlement agreement in *T.R. v. Dreyfus and*  
10 *Porter*.

11 (d) Pursuant to Engrossed Second Substitute House Bill No. 2453  
12 (state hospital oversight) or Substitute Senate Bill No. 6656 (state  
13 hospital practices), \$260,000 of the general fund—state appropriation  
14 for fiscal year 2017 is provided solely for the department to  
15 contract with an external consultant to examine the clinical role of  
16 staffing at the state hospitals. The consultant shall report to the  
17 department, the office of financial management, and relevant  
18 legislative policy and fiscal committees on the consultant's findings  
19 and recommendations in accordance with the timelines established in  
20 Engrossed Second Substitute House Bill No. 2453 or Substitute Senate  
21 Bill No. 6656.

22 **Sec. 1205.** 2016 sp.s. c 36 s 205 (uncodified) is amended to read  
23 as follows:

24 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—DEVELOPMENTAL**  
25 **DISABILITIES PROGRAM**

26 (1) COMMUNITY SERVICES

27 General Fund—State Appropriation (FY 2016). . . . .	\$515,567,000
28 General Fund—State Appropriation (FY 2017). . . . .	<del>(( \$575,185,000 ))</del>
29	<u>\$562,776,000</u>
30 General Fund—Federal Appropriation. . . . .	<del>(( \$1,098,035,000 ))</del>
31	<u>\$1,085,142,000</u>
32 General Fund—Private/Local Appropriation. . . . .	\$534,000
33 TOTAL APPROPRIATION. . . . .	<del>(( \$2,189,321,000 ))</del>
34	<u>\$2,164,019,000</u>

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

37 (a) Individuals receiving services as supplemental security  
38 income (SSI) state supplemental payments shall not become eligible

1 for medical assistance under RCW 74.09.510 due solely to the receipt  
2 of SSI state supplemental payments.

3 (b) In accordance with RCW 18.51.050, 18.20.050, 70.128.060, and  
4 43.135.055, the department is authorized to increase nursing  
5 facility, assisted living facility, and adult family home fees as  
6 necessary to fully support the actual costs of conducting the  
7 licensure, inspection, and regulatory programs. The license fees may  
8 not exceed the department's annual licensing and oversight activity  
9 costs and shall include the department's cost of paying providers for  
10 the amount of the license fee attributed to medicaid clients.

11 (i) The current annual renewal license fee for adult family homes  
12 shall be \$225 per bed beginning in fiscal year 2016 and \$225 per bed  
13 beginning in fiscal year 2017. A processing fee of \$2,750 shall be  
14 charged to each adult family home when the home is initially  
15 licensed. This fee is nonrefundable.

16 (ii) The current annual renewal license fee for assisted living  
17 facilities shall be \$106 per bed beginning in fiscal year 2016 and  
18 \$106 per bed beginning in fiscal year 2017.

19 (iii) The current annual renewal license fee for nursing  
20 facilities shall be \$359 per bed beginning in fiscal year 2016 and  
21 \$359 per bed beginning in fiscal year 2017.

22 (c) \$8,571,000 of the general fund—state appropriation for fiscal  
23 year 2016, \$18,181,000 of the general fund—state appropriation for  
24 fiscal year 2017, and \$33,427,000 of the general fund—federal  
25 appropriation are provided solely for the implementation of the  
26 agreement reached between the governor and the service employees  
27 international union healthcare 775nw under the provisions of chapters  
28 74.39A and 41.56 RCW for the 2015-2017 fiscal biennium.

29 (d) The department shall reimburse with the exceptional care rate  
30 adult family homes that provided care solely to clients with HIV/AIDS  
31 on or before January 1, 2000, and continue to provide care solely to  
32 clients with HIV/AIDS. The department shall not reduce the  
33 exceptional care rate from the rate paid on October 1, 2013.

34 (e) \$774,000 of the general fund—state appropriation for fiscal  
35 year 2016, \$1,547,000 of the general fund—state appropriation for  
36 fiscal year 2017, and \$7,185,000 of the general fund—federal  
37 appropriation are provided solely for a payment system that satisfies  
38 medicaid requirements regarding time reporting for W-2 providers. The  
39 amounts provided in this subsection are conditioned on the department

1 satisfying the requirements of the project management oversight  
2 standards and policies established by the office of the chief  
3 information officer.

4 (f) \$1,184,000 of the general fund—state appropriation for fiscal  
5 year 2016, \$2,483,000 of the general fund—state appropriation for  
6 fiscal year 2017, and \$4,638,000 of the general fund—federal  
7 appropriation are provided solely for the homecare agency parity  
8 impacts of the agreement between the governor and the service  
9 employees international union healthcare 775nw.

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

13 (h) The department may authorize a one-time waiver of all or any  
14 portion of the licensing and processing fees required under RCW  
15 70.128.060 in any case in which the department determines that an  
16 adult family home is being relicensed because of exceptional  
17 circumstances, such as death or incapacity of a provider, and that to  
18 require the full payment of the licensing and processing fees would  
19 present a hardship to the applicant. In these situations the  
20 department is also granted the authority to waive the required  
21 residential administrator training for a period of 120 days if  
22 necessary to ensure continuity of care during the relicensing  
23 process.

24 (i) The department of social and health services shall increase  
25 the benchmark rates for community residential service businesses  
26 providing supported living, group home, and licensed staff  
27 residential services for people with developmental disabilities by  
28 sixty cents starting July 1, 2015, and by an additional sixty cents  
29 starting July 1, 2016.

30 (j) The department of social and health services shall  
31 standardize the administrative rate for community residential service  
32 businesses providing supported living, group home, and licensed staff  
33 residential services for people with developmental disabilities  
34 starting July 1, 2015.

35 (k) Community residential cost reports that are submitted by or  
36 on behalf of contracted agency providers are required to include  
37 information about agency staffing including health insurance, wages,  
38 number of positions, and turnover.

1 (1) Within the amounts provided in this subsection, the  
2 developmental disabilities administration must prepare a report that  
3 describes options for modifying the current system of pre-vocational  
4 services for individuals with developmental disabilities. The  
5 developmental disabilities administration must not transition clients  
6 receiving pre-vocational services into integrated settings until the  
7 conclusion of the 2016 legislative session, unless there is a group  
8 supported employment, individual employment, or community access  
9 opportunity that is supported by the client and his or her legal  
10 representative. If a client transitions out of a congregate setting  
11 prior to December 1, 2016, then for each client, during the period  
12 before and after leaving the congregate setting, the report must  
13 describe the hours of service, hours worked, hourly wage, monthly  
14 earnings, authorized waiver services, and per capita expenditures.  
15 The report must be submitted to the appropriate fiscal and policy  
16 committees of the legislature by January 1, 2016. At a minimum, the  
17 report must describe the following options:

18 (i) Modify the current system to ensure compliance with rules  
19 established by the centers for medicare and medicaid services;

20 (ii) Continue the current system without federal matching funds;  
21 and

22 (iii) Transition clients out of congregate settings and into  
23 integrated settings. Under this option, the report must describe an  
24 anticipated phase-out schedule and medicaid waiver services that  
25 could be authorized to mitigate the impact for transitioning clients.

26 (m) The department shall establish new rules and standards to  
27 ensure that adult family homes are monitored and licensed to meet the  
28 needs of young adults with a developmental disability. These adult  
29 family homes may require a package of services including specialized  
30 care assessment and planning, personal care, specialized  
31 environmental features, and accommodations.

32 (n) \$650,000 of the general fund—state appropriation for fiscal  
33 year 2016, \$650,000 of the general fund—state appropriation for  
34 fiscal year 2017, and \$800,000 of the general fund—federal  
35 appropriation are provided solely for the development and  
36 implementation of eight enhanced respite beds across the state for  
37 children. These services are intended to provide families and  
38 caregivers with a break in caregiving, the opportunity for behavioral  
39 stabilization of the child, and the ability to partner with the state

1 in the development of an individualized service plan that allows the  
2 child to remain in his or her family home. The department must  
3 provide the legislature with a respite utilization report by January  
4 2, 2016, and each year thereafter that provides information about the  
5 number of children who have used enhanced respite in the preceding  
6 year, as well as the location and number of days per month that each  
7 respite bed was occupied.

8 (o) \$550,000 of the general fund—state appropriation for fiscal  
9 year 2016, \$550,000 of the general fund—state appropriation for  
10 fiscal year 2017, and \$700,000 of the general fund—federal  
11 appropriation are provided solely for the development and  
12 implementation of eight community respite beds across the state for  
13 adults. These services are intended to provide families and  
14 caregivers with a break in caregiving and the opportunity for  
15 stabilization of the individual in a community-based setting as an  
16 alternative to using a residential habilitation center to provide  
17 planned or emergent respite. The department must provide the  
18 legislature with a respite utilization report by January 2, 2016, and  
19 each year thereafter that provides information about the number of  
20 individuals who have used community respite in the preceding year, as  
21 well as the location and number of days per month that each respite  
22 bed was occupied.

23 (p) \$46,000 of the general fund—state appropriation for fiscal  
24 year 2017 is provided solely for the implementation of either  
25 Substitute Senate Bill No. 6329 (parent-to-parent) or House Bill No.  
26 2394 (parent-to-parent program). ((If neither bill is enacted by June  
27 30, 2016, the amount provided in this subsection shall lapse.))

28 (q) \$901,000 of the general fund—state appropriation for fiscal  
29 year 2017 and \$601,000 of the general fund—federal appropriation are  
30 provided solely for the implementation of Engrossed Second Substitute  
31 Senate Bill No. 6564 (providing protections for persons with  
32 developmental disabilities). ((If this bill is not enacted by June  
33 30, 2016, the amounts provided in this subsection shall lapse.))

34 (2) INSTITUTIONAL SERVICES

35	General Fund—State Appropriation (FY 2016). . . . .	\$94,973,000
36	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$98,257,000)</del>
37		<u>\$97,713,000</u>
38	General Fund—Federal Appropriation. . . . .	<del>(\$180,543,000)</del>
39		<u>\$180,170,000</u>

1 General Fund—Private/Local Appropriation. . . . . \$23,041,000  
2 TOTAL APPROPRIATION. . . . . ((~~\$396,814,000~~))  
3 \$395,897,000

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

6 (a) Individuals receiving services as supplemental security  
7 income (SSI) state supplemental payments shall not become eligible  
8 for medical assistance under RCW 74.09.510 due solely to the receipt  
9 of SSI state supplemental payments.

10 (b) \$721,000 of the general fund—state appropriation for fiscal  
11 year 2016 and \$721,000 of the general fund—state appropriation for  
12 fiscal year 2017 are for the department to fulfill its contracts with  
13 the school districts under chapter 28A.190 RCW to provide  
14 transportation, building space, and other support services as are  
15 reasonably necessary to support the educational programs of students  
16 living in residential habilitation centers.

17 (c) \$558,000 of the general fund—state appropriation for fiscal  
18 year 2016, \$558,000 of the general fund—state appropriation for  
19 fiscal year 2017, and \$1,074,000 of the general fund—federal  
20 appropriation are for specialized services required by the centers  
21 for medicare and medicaid services as a result of preadmission  
22 screening and resident review assessments.

23 (d) \$2,978,000 of the general fund—state appropriation for fiscal  
24 year 2016, \$2,978,000 of the general fund—state appropriation for  
25 fiscal year 2017, and \$5,956,000 of the general fund—federal  
26 appropriation are for additional staff to ensure compliance with  
27 centers for medicare and medicaid services requirements for  
28 habilitation, nursing care, staff safety, and client safety at the  
29 residential habilitation centers.

30 (e) The residential habilitation centers may use funds  
31 appropriated in this subsection to purchase goods and supplies  
32 through hospital group purchasing organizations when it is cost-  
33 effective to do so.

34 (f) \$100,000 of the general fund—state appropriation for fiscal  
35 year 2016, \$100,000 of the general fund—state appropriation for  
36 fiscal year 2017, and \$200,000 of the general fund—federal  
37 appropriation are provided solely for respite services in an existing  
38 eight-bed cottage at Yakima valley school for individuals who are  
39 developmentally disabled and in need of crisis stabilization support.

1 (g) \$834,000 of the general fund—state appropriation for fiscal  
2 year 2017 and \$833,000 of the general fund—federal appropriation are  
3 provided solely for an additional eight planned respite beds at  
4 Yakima valley school.

5 (3) PROGRAM SUPPORT

6	General Fund—State Appropriation (FY 2016). . . . .	\$2,604,000
7	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$2,422,000)</del>
8		<u>\$2,348,000</u>
9	General Fund—Federal Appropriation. . . . .	<del>(\$3,164,000)</del>
10		<u>\$3,148,000</u>
11	TOTAL APPROPRIATION. . . . .	<del>(\$8,190,000)</del>
12		<u>\$8,100,000</u>

13 (4) SPECIAL PROJECTS

14	General Fund—State Appropriation (FY 2016). . . . .	\$92,000
15	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$55,000)</del>
16		<u>\$201,000</u>
17	General Fund—Federal Appropriation. . . . .	<del>(\$1,103,000)</del>
18		<u>\$1,250,000</u>
19	TOTAL APPROPRIATION. . . . .	<del>(\$1,250,000)</del>
20		<u>\$1,543,000</u>

21 **Sec. 1206.** 2016 sp.s. c 36 s 206 (uncodified) is amended to read  
22 as follows:

23 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—AGING AND ADULT**  
24 **SERVICES PROGRAM**

25	General Fund—State Appropriation (FY 2016). . . . .	\$909,817,000
26	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$1,030,159,000)</del>
27		<u>\$986,496,000</u>
28	General Fund—Federal Appropriation. . . . .	<del>(\$2,385,151,000)</del>
29		<u>\$2,343,754,000</u>
30	General Fund—Private/Local Appropriation. . . . .	\$33,797,000
31	Traumatic Brain Injury Account—State Appropriation. . . . .	\$3,968,000
32	Skilled Nursing Facility Safety Net Trust Account—	
33	State Appropriation. . . . .	\$133,360,000
34	TOTAL APPROPRIATION. . . . .	<del>(\$4,497,252,000)</del>
35		<u>\$4,411,192,000</u>

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



1 (1) For purposes of implementing chapter 74.46 RCW, the weighted  
2 average nursing facility payment rate shall not exceed \$178.87 for  
3 fiscal year 2016 and shall not exceed \$197.33 for fiscal year 2017.  
4 There will be no adjustments for economic trends and conditions in  
5 fiscal years 2016 and 2017. The economic trends and conditions factor  
6 or factors defined in the biennial appropriations act shall not be  
7 compounded with the economic trends and conditions factor or factors  
8 defined in any other biennial appropriations acts before applying it  
9 to the component rate allocations established in accordance with  
10 chapter 74.46 RCW. When no economic trends and conditions factor for  
11 either fiscal year is defined in a biennial appropriations act, no  
12 economic trends and conditions factor or factors defined in any  
13 earlier biennial appropriations act shall be applied solely or  
14 compounded to the component rate allocations established in  
15 accordance with chapter 74.46 RCW.

16 (a) For fiscal year 2016 within the funds provided, the  
17 department shall continue to provide an add-on per medicaid resident  
18 day per facility not to exceed \$1.57. The add-on shall be used to  
19 increase wages, benefits, and/or staffing levels for certified nurse  
20 aides; or to increase wages and/or benefits for dietary aides,  
21 housekeepers, laundry aides, or any other category of worker whose  
22 statewide average dollars-per-hour wage was less than \$15 in calendar  
23 year 2008, according to cost report data. The add-on may also be used  
24 to address resulting wage compression for related job classes  
25 immediately affected by wage increases to low-wage workers. For  
26 fiscal year 2016 within funds provided, the department shall provide  
27 an additional add-on per medicaid resident day per facility not to  
28 exceed the industry weighted average rate of \$2.44. The add-on shall  
29 be used to increase wages, benefits, and/or staffing levels for  
30 certified nurse aides; or to increase wages and/or benefits for  
31 dietary aides, housekeepers, laundry aides, or any other category of  
32 worker whose statewide average dollars-per-hour wage was less than  
33 \$17 in calendar year 2012, according to cost report data. The  
34 department shall continue reporting requirements and a settlement  
35 process to ensure that the funds are spent according to this  
36 subsection.

37 (b) The department shall do a comparative analysis of the  
38 facility-based payment rates calculated on July 1, 2015, using the  
39 payment methodology defined in chapter 74.46 RCW and as funded in the  
40 omnibus appropriations act, excluding the low wage worker add-on

1 found in (a) of this subsection, the rate add-ons for direct care,  
2 support services, and therapy care found in (g) of this subsection,  
3 the comparative add-on, acuity add-on, and safety net reimbursement,  
4 to the facility-based payment rates in effect June 30, 2010. For  
5 fiscal year 2016, if the facility-based payment rate calculated on  
6 July 1, 2015, is smaller than the facility-based payment rate on June  
7 30, 2010, then the difference shall be provided to the individual  
8 nursing facilities as an add-on payment per medicaid resident day.

9 (c) During the comparative analysis performed in subsection (b)  
10 of this section, for fiscal year 2016, if it is found that the direct  
11 care rate for any facility calculated using the payment methodology  
12 defined in chapter 74.46 RCW and as funded in the omnibus  
13 appropriations act, excluding the low wage worker add-on found in (a)  
14 of this subsection, the rate add-ons for direct care, support  
15 services, and therapy care found in (g) of this subsection, the  
16 comparative add-on, acuity add-on, and safety net reimbursement, is  
17 greater than the direct care rate in effect on June 30, 2010, then  
18 the facility shall receive a ten percent direct care rate add-on to  
19 compensate that facility for taking on more acute clients than they  
20 have in the past.

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

26 (e) The rate add-on provided in (c) of this subsection is subject  
27 to the reconciliation and settlement process provided in RCW  
28 74.46.022(6).

29 (f) If the waiver requested from the federal centers for medicare  
30 and medicaid services in relation to the safety net assessment is for  
31 any reason disapproved, (b), (c), (d), (g), and the fiscal year 2016  
32 additional add-on in (a) of this subsection do not apply.

33 (g) For fiscal year 2016, the department shall provide the  
34 following rate add-ons per medicaid resident day:

35 (i) A direct care rate add-on of \$3.63 per medicaid resident day;

36 (ii) A support services rate add-on of \$1.12 per medicaid  
37 resident day; and

38 (iii) A therapy care rate add-on of \$0.05 per patient day.

39 This subsection (1)(g) is subject to the reconciliation and  
40 settlement process provided in RCW 74.46.022(6).

1 (h) Beginning July 1, 2016, a nursing home provider's direct care  
2 rate shall be set so that it does not exceed one hundred and eighteen  
3 percent of its base year's direct care allowable costs except if the  
4 provider is below the minimum staffing standard established in RCW  
5 74.42.360(2).

6 (2) In accordance with chapter 74.46 RCW, the department shall  
7 issue no additional certificates of capital authorization for fiscal  
8 year 2016 and no new certificates of capital authorization for fiscal  
9 year 2017 and shall grant no rate add-ons to payment rates for  
10 capital improvements not requiring a certificate of need and a  
11 certificate of capital authorization for fiscal years 2016 and 2017.

12 (3) In accordance with RCW 18.51.050, 18.20.050, 70.128.060, and  
13 43.135.055, the department is authorized to increase nursing  
14 facility, assisted living facility, and adult family home fees as  
15 necessary to fully support the actual costs of conducting the  
16 licensure, inspection, and regulatory programs. The license fees may  
17 not exceed the department's annual licensing and oversight activity  
18 costs and shall include the department's cost of paying providers for  
19 the amount of the license fee attributed to medicaid clients.

20 (a) The current annual renewal license fee for adult family homes  
21 shall be \$225 per bed beginning in fiscal year 2016 and \$225 per bed  
22 beginning in fiscal year 2017. A processing fee of \$2,750 shall be  
23 charged to each adult family home when the home is initially  
24 licensed. This fee is nonrefundable.

25 (b) \$193,000 of the general fund—state appropriation for fiscal  
26 year 2017 is provided solely to the department to implement a new  
27 processing fee of \$700 when adult family home providers file a change  
28 of ownership application.

29 (c) The current annual renewal license fee for assisted living  
30 facilities shall be \$106 per bed beginning in fiscal year 2016 and  
31 \$106 per bed beginning in fiscal year 2017.

32 (d) The current annual renewal license fee for nursing facilities  
33 shall be \$359 per bed beginning in fiscal year 2016 and \$359 per bed  
34 beginning in fiscal year 2017.

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

1 (5) \$3,095,000 of the general fund—state appropriation for fiscal  
2 year 2017 and \$3,095,000 of the general fund—federal appropriation  
3 are provided within existing appropriations solely to exempt the five  
4 highest acuity resource utilization group categories (beginning with  
5 PC2 through PE2) from the adjustment to case mix index per RCW  
6 74.46.485. Nursing homes shall be required to notify the department's  
7 identified home and community services division contact within 30  
8 days of a medicaid resident being identified in one of the five  
9 lowest resource utilization group categories (beginning with PA1  
10 through PC1). The department shall complete an assessment of those  
11 residents who desire to transition into a community setting. The  
12 department shall identify within 30 days whether an alternate setting  
13 of the client's choosing is available to meet the resident's needs.  
14 Nursing homes shall work collaboratively with the department to  
15 transition into the community at least ninety-six residents, assessed  
16 in the five lowest acuity resource utilization group categories (PA1  
17 through PC1). For the first two quarters of fiscal year 2017, the  
18 downward adjustment shall be no greater than thirteen percent. If,  
19 after the first two quarters of fiscal year 2017, the department  
20 determines the nursing homes are not making sufficient progress  
21 towards moving ninety-six residents from the five lowest resource  
22 utilization group categories (PA1 through PC1) into the community,  
23 the department is authorized to increase the downward adjustment to  
24 no greater than twenty percent for the lowest four resource  
25 utilization group categories (PA1 through PB2).

26 (6) \$19,747,000 of the general fund—state appropriation for  
27 fiscal year 2016, \$41,807,000 of the general fund—state appropriation  
28 for fiscal year 2017, and \$76,770,000 of the general fund—federal  
29 appropriation are provided solely for the implementation of the  
30 agreement reached between the governor and the service employees  
31 international union healthcare 775nw under the provisions of chapters  
32 74.39A and 41.56 RCW for the 2015-2017 fiscal biennium.

33 (7) \$1,840,000 of the general fund—state appropriation for fiscal  
34 year 2016 and \$1,877,000 of the general fund—state appropriation for  
35 fiscal year 2017 are provided solely for operation of the volunteer  
36 services program. Funding shall be prioritized towards serving  
37 populations traditionally served by long-term care services to  
38 include senior citizens and persons with disabilities.

1 (8) \$2,447,000 of the general fund—state appropriation for fiscal  
2 year 2016, \$4,894,000 of the general fund—state appropriation for  
3 fiscal year 2017, and \$22,725,000 of the general fund—federal  
4 appropriation are provided solely for a payment system that satisfies  
5 medicaid requirements regarding time reporting for W-2 providers. The  
6 amounts provided in this subsection are conditioned on the department  
7 satisfying the requirements of the project management oversight  
8 standards and policies established by the office of the chief  
9 information officer.

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

13 (10) \$7,552,000 of the general fund—state appropriation for  
14 fiscal year 2016, \$15,974,000 of the general fund—state appropriation  
15 for fiscal year 2017, and \$29,742,000 of the general fund—federal  
16 appropriation are provided solely for the homecare agency parity  
17 impacts of the agreement between the governor and the service  
18 employees international union healthcare 775nw.

19 (11) Within the amounts appropriated in this section of the  
20 general fund—state appropriation for fiscal years 2016 and 2017, the  
21 department shall assist the legislature to continue the work of the  
22 joint legislative executive committee on planning for aging and  
23 disability issues that is established by this subsection.

24 (a) A joint legislative executive committee on aging and  
25 disability is continued, with members as provided in this subsection.

26 (i) Four members of the senate, with the leaders of the two  
27 largest caucuses each appointing two members. Four members of the  
28 house of representatives, with the leaders of the two largest  
29 caucuses each appointing two members;

30 (ii) A member from the office of the governor, appointed by the  
31 governor;

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

34 (iv) The director of the health care authority or his or her  
35 designee;

36 (v) A member from disability rights Washington and a member from  
37 the long-term care ombuds;

38 (vi) The insurance commissioner or his or her designee, who shall  
39 serve as an ex officio member; and

1 (vii) Other agency directors or designees as necessary.

2 (b) The committee must make recommendations and continue to  
3 identify key strategic actions to prepare for the aging of the  
4 population in Washington, including state budget and policy options,  
5 by conducting at least, but not limited to, the following tasks:

6 (i) Identify strategies to better serve the health care needs of  
7 an aging population and people with disabilities to promote healthy  
8 living and palliative care planning;

9 (ii) Identify policy options to create financing mechanisms for  
10 long-term service and supports that allow individuals and families to  
11 meet their needs for service;

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

15 (iv) Identify implementation strategies for the Bree  
16 collaborative palliative care and related guidelines;

17 (v) Review the regulation of continuing care retirement  
18 communities and ways to protect those who reside in them, including  
19 the consideration of effective disclosures to residents;

20 (vi) Identify the needs of older people and people with  
21 disabilities for high quality public and private guardianship  
22 services and information about assisted decision-making options;

23 (vii) Identify options for promoting client safety through  
24 residential care services and consider methods of protecting older  
25 people and people with disabilities from physical abuse and financial  
26 exploitation; and

27 (viii) Identify other policy options and recommendations to help  
28 communities adapt to the aging demographic in planning for housing,  
29 land use, and transportation.

30 (c) Staff support for the committee shall be provided by the  
31 office of program research, senate committee services, the office of  
32 financial management, and the department of social and health  
33 services.

34 (d) Within existing appropriations, the cost of meetings must be  
35 paid jointly by the senate, house of representatives, and the office  
36 of financial management. Joint committee expenditures are subject to  
37 approval by the senate facilities and operations committee and the  
38 house of representatives executive rules committee, or their  
39 successor committees. The joint committee members may be reimbursed  
40 for travel expenses as authorized under RCW 43.03.050 and 43.03.060,

1 and chapter 44.04 RCW as appropriate. Advisory committee members may  
2 not receive compensation or reimbursement for travel and expenses.

3 (e) At least one committee meeting must be devoted to a  
4 discussion of strategies to improve the quality of care, client  
5 safety and well-being, and staff safety within all community and  
6 institutional settings. During the meeting, committee members must  
7 receive a comprehensive review of findings since fiscal year 2010 by  
8 the centers for medicare and medicaid services, and residential care  
9 services, in community settings, nursing homes, and each of the  
10 residential habilitation centers, with an emphasis on medical errors,  
11 inconsistencies between service plans and services provided, the use  
12 of restraints, and existence of hazardous environmental conditions.

13 (f) The committee shall issue an addendum report to the  
14 legislature by December 10, 2015, and issue final recommendations to  
15 the governor and relevant standing committees of the legislature by  
16 December 10, 2016. The addendum report to the legislature must  
17 include the following:

18 (i) A description of the oversight role for residential care  
19 services, the long-term care ombuds, the centers for medicare and  
20 medicaid services, and disability rights Washington;

21 (ii) From the provider perspective, and the perspective of a  
22 state agency, an overview of the process for reviewing and responding  
23 to findings by residential care services and the centers for medicare  
24 and medicaid services;

25 (iii) A description of the process for notifying the office of  
26 the governor and the legislature when problems with quality of care,  
27 client safety and well-being, or staff safety arise within community  
28 or institutional settings;

29 (iv) A compilation of findings since fiscal year 2010 by the  
30 centers for medicare and medicaid services, and residential care  
31 services, at the residential habilitation centers, nursing  
32 facilities, supported living, assisted living, group homes, companion  
33 homes, adult family homes, and all other community based providers;

34 (v) An annotated and detailed list of all responses to findings  
35 by the centers for medicare and medicaid services, and residential  
36 care services, specific to audits of the nursing facility at lakeland  
37 village since fiscal year 2010;

38 (vi) Review the regulation of continuing care retirement  
39 communities and ways to protect those who reside in them, including  
40 the consideration of effective disclosures to residents;

1 (vii) Identify the needs of older people and people with  
2 disabilities for high quality public and private guardianship  
3 services and information about assisted decision-making options;

4 (viii) Identify options for promoting client safety through  
5 residential care services and consider methods of protecting older  
6 people and people with disabilities from physical abuse and financial  
7 exploitation; and

8 (ix) A description of the method in place to ascertain the  
9 outcome of responses to findings.

10 (12) \$5,094,000 of the general fund—state appropriation for  
11 fiscal year 2016 and \$5,094,000 of the general fund—state  
12 appropriation for fiscal year 2017 are provided solely for services  
13 and support to individuals who are deaf, hard of hearing, or deaf-  
14 blind.

15 (13) The department may authorize a one-time waiver of all or any  
16 portion of the licensing and processing fees required under RCW  
17 70.128.060 in any case in which the department determines that an  
18 adult family home is being relicensed because of exceptional  
19 circumstances, such as death or incapacity of a provider, and that to  
20 require the full payment of the licensing and processing fees would  
21 present a hardship to the applicant. In these situations the  
22 department is also granted the authority to waive the required  
23 residential administrator training for a period of 120 days if  
24 necessary to ensure continuity of care during the relicensing  
25 process.

26 (14) The department shall reimburse with the exceptional care  
27 rate adult family homes that provided care solely to clients with  
28 HIV/AIDS on or before January 1, 2000, and continue to provide care  
29 solely to clients with HIV/AIDS. The department shall not reduce the  
30 exceptional care rate from the rate paid on October 1, 2013.

31 (15)(a) \$100,000 of the general fund—state appropriation for  
32 fiscal year 2016, \$100,000 of the general fund—private/local  
33 appropriation, and \$200,000 of the general fund—federal appropriation  
34 are provided solely for the department of social and health services  
35 to contract for an independent feasibility study and actuarial  
36 modeling of public and private options for leveraging private  
37 resources to help individuals prepare for long-term services and  
38 supports needs. The study must model two options: (i) A public long-  
39 term care benefit for workers, funded through a payroll deduction



1 that would provide a time-limited long-term care insurance benefit;  
2 and (ii) a public-private reinsurance or risk-sharing model, with the  
3 purpose of providing a stable and ongoing source of reimbursement to  
4 insurers for a portion of their catastrophic long-term services and  
5 supports losses in order to provide additional insurance capacity for  
6 the state.

7 (b) The report must include input from the joint committee on  
8 aging and disability and other interested stakeholders. The report  
9 must also include an analysis of each option based on: (i) The  
10 expected costs and benefits for participants; (ii) the total  
11 anticipated number of participants; (iii) the projected savings to  
12 the state medicaid program, if any; and (iv) legal and financial  
13 risks to the state.

14 (c) The department must provide status updates to the joint  
15 legislative executive committee on aging and disability. The  
16 feasibility study and actuarial analysis shall be completed and  
17 submitted to the department of social and health services by December  
18 20, 2016. The department shall submit a report, including the  
19 director's findings and recommendations based on the feasibility  
20 study and actuarial analysis, to the governor and the legislature by  
21 January 1, 2017.

22 (16) \$6,195,000 of the general fund—state appropriation for  
23 fiscal year 2016, \$13,195,000 of the general fund—state appropriation  
24 for fiscal year 2017, and \$20,288,000 of the general fund—federal  
25 appropriation are provided solely to implement House Bill No. 1274  
26 (nursing home payment rates).

27 (17) Within available funds, the aging and long term support  
28 administration must create a unit within adult protective services  
29 that specializes in the investigation of financial abuse allegations  
30 and self-neglect allegations.

31 (18) \$58,000 of the general fund—state appropriation for fiscal  
32 year 2016, \$58,000 of the general fund—state appropriation for fiscal  
33 year 2017, and \$114,000 of the general fund—federal appropriation are  
34 provided solely to implement Substitute Senate Bill No. 5877 (due  
35 process for adult family homes).

36 (19) \$468,000 of the general fund—state appropriation for fiscal  
37 year 2017 is provided solely to expand the kinship navigator program  
38 to the Colville Indian reservation, Yakama Nation, and other tribal  
39 areas currently without kinship navigator services.

1 (20) \$37,000 of the general fund—state appropriation for fiscal  
2 year 2017 is provided solely to implement Second Substitute House  
3 Bill No. 2726 (retirement communities). (~~If the bill is not enacted~~  
4 ~~by June 30, 2016, the amount provided in this subsection shall~~  
5 ~~lapse.~~)

6 (21) The department shall provide the legislature an analysis of  
7 expenditures for medicaid clients served in adult family homes and  
8 assisted living facilities by acuity level. The analysis shall  
9 include all services provided to medicaid clients in each care  
10 setting, including all services covered by the daily rate, and  
11 services provided in addition to the daily rate. The department shall  
12 submit the report to the legislature by November 15, 2016.

13 (22) \$308,000 of the general fund—state appropriation for fiscal  
14 year 2017 and \$77,000 of the general fund—federal appropriation are  
15 provided solely for the implementation of Engrossed Second Substitute  
16 Senate Bill No. 6564 (providing protections for persons with  
17 developmental disabilities). (~~If this bill is not enacted by June~~  
18 ~~30, 2016, the amounts provided in this subsection shall lapse.~~)

19 (23) \$537,000 of the general fund—state appropriation for fiscal  
20 year 2017 and \$538,000 of the general fund—federal appropriation are  
21 provided solely for implementation of Substitute Senate Bill No. 6656  
22 (state hospital practices) (~~or Engrossed Second Substitute House~~  
23 ~~Bill No. 2453 (state hospital oversight)~~). The department shall  
24 contract with a nursing home facility with an enhanced staffing model  
25 able to care for patients coming out of western state hospital. The  
26 department must identify and must discharge at least thirty patients  
27 from a geriatric ward at western state hospital to alternative  
28 settings by January 1, 2017, by utilizing enhanced services  
29 facilities and enhanced community services plus nursing home beds.  
30 (~~If neither bill is enacted by June 30, 2016, the amounts provided~~  
31 ~~in this subsection shall lapse.~~)

32 **Sec. 1207.** 2016 sp.s. c 36 s 207 (uncodified) is amended to read  
33 as follows:

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

36	General Fund—State Appropriation (FY 2016). . . . .	\$396,066,000
37	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$418,020,000)</del>
38		<u>\$391,189,000</u>

1	General Fund—Federal Appropriation. . . . .	(( <del>\$1,301,431,000</del> ))
2		<u>\$1,309,993,000</u>
3	General Fund—Private/Local Appropriation. . . . .	\$1,950,000
4	Administrative Contingency Account—State Appropriation. .	\$17,000,000
5	TOTAL APPROPRIATION. . . . .	(( <del>\$2,134,467,000</del> ))
6		<u>\$2,116,198,000</u>

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

9 (1)(a) \$152,953,000 of the general fund—state appropriation for  
10 fiscal year 2016, ((~~\$171,299,000~~)) \$163,789,000 of the general fund—  
11 state appropriation for fiscal year 2017, ((~~\$779,366,000~~))  
12 \$799,758,000 of the general fund—federal appropriation, and the  
13 administrative contingency account—state appropriation are provided  
14 solely for all components of the WorkFirst program. Within the  
15 amounts provided for the WorkFirst program, the department may  
16 provide assistance using state-only funds for families eligible for  
17 temporary assistance for needy families. The department must create a  
18 WorkFirst budget structure that allows for transparent tracking of  
19 budget units and subunits of expenditures where these units and  
20 subunits are mutually exclusive from other department budget units.  
21 The budget structure must include budget units for the following:  
22 Cash assistance, child care, WorkFirst activities, and administration  
23 of the program. Within these budget units, the department must  
24 develop program index codes for specific activities and develop  
25 allotments and track expenditures using these codes. The department  
26 shall report to the office of financial management and the relevant  
27 fiscal and policy committees of the legislature prior to adopting the  
28 new structure and no later than December 2015.

29 (b) ((~~\$316,460,000~~)) \$302,524,000 of the amounts in (a) of this  
30 subsection are provided solely for assistance to clients, including  
31 grants, diversion cash assistance, and additional diversion emergency  
32 assistance including but not limited to assistance authorized under  
33 RCW 74.08A.210. The department may use state funds to provide support  
34 to working families that are eligible for temporary assistance for  
35 needy families but otherwise not receiving cash assistance.

36 (c) ((~~\$163,200,000~~)) \$164,837,000 of the amounts in (a) of this  
37 subsection are provided solely for WorkFirst job search, education  
38 and training activities, barrier removal services, limited English  
39 proficiency services, and tribal assistance under RCW 74.08A.040. The

1 department must allocate this funding based on client outcomes and  
2 cost effectiveness measures.

3 (d)(i) (~~(\$477,029,000)~~) \$475,003,000 of the amounts in (a) of  
4 this subsection are provided solely for the working connections child  
5 care program under RCW 43.215.135. Of the amounts provided in this  
6 subsection (1)(d), \$22,040,000 of the appropriation for fiscal year  
7 2017 is provided solely for implementation of chapter 7, Laws of 2015  
8 3rd sp. sess. (early care and education system). Of the amounts  
9 provided in this subsection (1)(d), \$8,048,000 of the appropriation  
10 for fiscal year 2017 is provided solely for a base rate increase.  
11 This funding is for the supplemental agreement to the 2015-2017  
12 collective bargaining agreement covering family child care providers  
13 as set forth in section 905 of this act. The amounts provided in this  
14 subsection (d) are provided conditioned on the department of social  
15 and health services and the department of early learning taking  
16 additional actions to identify and reduce the backlog of overpayment  
17 cases related to public assistance programs, including the working  
18 connections child care program. The departments shall collaborate and  
19 create a plan to triage overpayment cases in a manner that identifies  
20 and prioritizes cases with large overpayments and likelihood of  
21 fraudulent activity. The departments shall provide a quarterly report  
22 to the appropriate policy and fiscal committees of the legislature  
23 detailing the specific actions taken as a result of this subsection  
24 (d).

25 (ii) In order to not exceed appropriations, a wait list for the  
26 working connections child care program shall be implemented if  
27 enrollment reaches 33,000 households. Once the wait list is in  
28 effect, and only as space or funding becomes available, enrollment in  
29 the program shall be prioritized according to the following order:

30 (A) Families applying for or receiving temporary assistance for  
31 needy families (TANF);

32 (B) TANF families curing sanction;

33 (C) Families that include a child with special needs;

34 (D) Families in which a parent of a child in care is a minor who  
35 is not living with a parent or guardian and who is a full-time  
36 student in a high school that has a school-sponsored on-site child  
37 care center; and

38 (E) All other eligible families.

39 (e) (~~(\$163,928,000)~~) \$174,135,000 of the amounts in (a) of this  
40 subsection are provided solely for WorkFirst and working connections

1 child care administration and overhead. Of amounts provided in this  
2 subsection (1)(e), \$41,000 of the appropriation for fiscal year 2016  
3 is provided solely for implementation of chapter 7, Laws of 2015 3rd  
4 sp. sess. (early care and education system).

5 (f) The amounts in (b) through ~~((d))~~ (e) of this subsection  
6 shall be expended for the programs and in the amounts specified.  
7 However, the department may transfer up to 10 percent of funding  
8 between (b) through ~~((d))~~ (e) of this subsection. The department  
9 shall provide notification prior to any transfer to the office of  
10 financial management and to the appropriate legislative committees  
11 and the legislative-executive WorkFirst oversight task force. The  
12 approval of the director of financial management is required prior to  
13 any transfer under this subsection.

14 (g) Beginning July 1, 2016, and each calendar quarter thereafter,  
15 the department shall provide a maintenance of effort and  
16 participation rate tracking report for temporary assistance for needy  
17 families to the office of financial management, the appropriate  
18 policy and fiscal committees of the legislature, and the legislative-  
19 executive WorkFirst oversight task force. The report must detail the  
20 following information for temporary assistance for needy families:

21 (i) An overview of federal rules related to maintenance of  
22 effort, excess maintenance of effort, participation rates for  
23 temporary assistance for needy families, and the child care  
24 development fund as it pertains to maintenance of effort and  
25 participation rates;

26 (ii) Countable maintenance of effort and excess maintenance of  
27 effort, by source, provided for the previous federal fiscal year;

28 (iii) Countable maintenance of effort and excess maintenance of  
29 effort, by source, for the current fiscal year, including changes in  
30 countable maintenance of effort from the previous year;

31 (iv) The status of reportable federal participation rate  
32 requirements, including any impact of excess maintenance of effort on  
33 participation targets;

34 (v) Potential new sources of maintenance of effort and progress  
35 to obtain additional maintenance of effort; and

36 (vi) A two-year projection for meeting federal block grant and  
37 contingency fund maintenance of effort, participation targets, and  
38 future reportable federal participation rate requirements.

39 (h) In the 2017-2019 fiscal biennium, it is the intent of the  
40 legislature to provide appropriations from the state general fund for

1 the purposes of (b) through (e) of this subsection if the department  
2 does not receive additional federal temporary assistance for needy  
3 families contingency funds in each fiscal year as assumed in the  
4 budget outlook.

5 (2) \$1,657,000 of the general fund—state appropriation for fiscal  
6 year 2016 and \$1,657,000 of the general fund—state appropriation for  
7 fiscal year 2017 are provided solely for naturalization services.

8 (3) \$2,366,000 of the general fund—state appropriation for fiscal  
9 year 2016 is provided solely for employment services for refugees and  
10 immigrants, of which \$1,774,000 is provided solely for the department  
11 to pass through to statewide refugee and immigrant assistance  
12 organizations for limited English proficiency pathway services; and  
13 \$2,366,000 of the general fund—state appropriation for fiscal year  
14 2017 is provided solely for employment services for refugees and  
15 immigrants, of which \$1,774,000 is provided solely for the department  
16 to pass through to statewide refugee and immigrant assistance  
17 organizations for limited English proficiency pathway services.

18 (4) On December 1, 2015, and annually thereafter, the department  
19 must report to the legislature on all sources of funding available  
20 for both refugee and immigrant services and naturalization services  
21 during the current fiscal year and the amounts expended to date by  
22 service type and funding source. The report must also include the  
23 number of clients served and outcome data for the clients.

24 (5) To ensure expenditures remain within available funds  
25 appropriated in this section, the legislature establishes the benefit  
26 under the state food assistance program, pursuant to RCW 74.08A.120,  
27 to be one hundred percent of the federal supplemental nutrition  
28 assistance program benefit amount.

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

35 (7) The department shall continue the interagency agreement with  
36 the department of veterans' affairs to establish a process for  
37 referral of veterans who may be eligible for veterans' services. This  
38 agreement must include out-stationing department of veterans' affairs

1 staff in selected community service office locations in King and  
2 Pierce counties to facilitate applications for veterans' services.

3 (8) \$300,000 of the general fund—federal appropriation is  
4 provided solely for implementation of Second Substitute House Bill  
5 No. 2877 (SNAP benefit distribution dates), provided that the  
6 department confirms receipt of SNAP Bonus payments sufficient for the  
7 cost of implementing the bill. (~~(If the bill is not enacted by June~~  
8 ~~30, 2016, the amount provided in this subsection shall lapse.)~~)

9 **Sec. 1208.** 2016 sp.s. c 36 s 208 (uncodified) is amended to read  
10 as follows:

11 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—ALCOHOL AND**  
12 **SUBSTANCE ABUSE PROGRAM**

13	General Fund—State Appropriation (FY 2016). . . . .	\$64,261,000
14	General Fund—State Appropriation (FY 2017). . . . .	<del>(( \$66,185,000 ))</del>
15		<u>\$60,822,000</u>
16	General Fund—Federal Appropriation. . . . .	<del>(( \$519,951,000 ))</del>
17		<u>\$524,230,000</u>
18	General Fund—Private/Local Appropriation. . . . .	\$20,211,000
19	Criminal Justice Treatment Account—State	
20	Appropriation. . . . .	\$12,478,000
21	Problem Gambling Account—State Appropriation. . . . .	\$1,453,000
22	Dedicated Marijuana Account—State Appropriation	
23	(FY 2016). . . . .	\$10,736,000
24	Dedicated Marijuana Account—State Appropriation	
25	(FY 2017). . . . .	\$24,802,000
26	TOTAL APPROPRIATION. . . . .	<del>(( \$720,077,000 ))</del>
27		<u>\$718,993,000</u>

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

30 (1) Within the amounts appropriated in this section, the  
31 department may contract with the University of Washington and  
32 community-based providers for the provision of the parent-child  
33 assistance program or other specialized chemical dependency case  
34 management providers for pregnant, post-partum, and parenting women.  
35 For all contractors: (a) Service and other outcome data must be  
36 provided to the department by request; and (b) indirect charges for  
37 administering the program shall not exceed ten percent of the total  
38 contract amount.

1 (2) In accordance with RCW 70.96A.090 and 43.135.055, the  
2 department is authorized to adopt fees for the review and approval of  
3 treatment programs in fiscal years 2016 and 2017 as necessary to  
4 support the costs of the regulatory program. The department's fee  
5 schedule shall have differential rates for providers with proof of  
6 accreditation from organizations that the department has determined  
7 to have substantially equivalent standards to those of the  
8 department, including but not limited to the joint commission on  
9 accreditation of health care organizations, the commission on  
10 accreditation of rehabilitation facilities, and the council on  
11 accreditation. To reflect the reduced costs associated with  
12 regulation of accredited programs, the department's fees for  
13 organizations with such proof of accreditation must reflect the lower  
14 cost of licensing for these programs than for other organizations  
15 which are not accredited.

16 (3) \$3,500,000 of the general fund—federal appropriation (from  
17 the substance abuse prevention and treatment federal block grant) is  
18 provided solely for the continued funding of existing county drug and  
19 alcohol use prevention programs.

20 (4) \$421,000 of the general fund—state appropriation for fiscal  
21 year 2016, \$873,000 of the general fund—state appropriation for  
22 fiscal year 2017, and \$1,787,000 of the general fund—federal  
23 appropriation are provided solely for implementation of chapter 50,  
24 Laws of 2015 (E2SHB 1450) (involuntary outpatient treatment). The  
25 department must use these amounts for increases in alcohol and  
26 substance abuse treatment associated with implementation of the bill.

27 (5) \$200,000 of the dedicated marijuana account—state  
28 appropriation for fiscal year 2016 and \$200,000 of the dedicated  
29 marijuana account—state appropriation for fiscal year 2017 are  
30 provided solely for a contract with the Washington state institute  
31 for public policy to conduct cost-benefit evaluations of the  
32 implementation of chapter 3, Laws of 2013 (Initiative Measure No.  
33 502).

34 (6) \$500,000 of the dedicated marijuana account—state  
35 appropriation for fiscal year 2016 and \$500,000 of the dedicated  
36 marijuana account—state appropriation for fiscal year 2017 are  
37 provided solely to design and administer the Washington state healthy  
38 youth survey and the Washington state young adult behavioral health  
39 survey.



1 (7) \$395,000 of the dedicated marijuana account—state  
2 appropriation for fiscal year 2016 and \$396,000 of the dedicated  
3 marijuana account—state appropriation for fiscal year 2017 are  
4 provided solely for increasing services to pregnant and parenting  
5 women provided through the parent child assistance program.

6 (8) \$250,000 of the dedicated marijuana account—state  
7 appropriation for fiscal year 2016 and \$250,000 of the dedicated  
8 marijuana account—state appropriation for fiscal year 2017 are  
9 provided solely for a grant to the office of superintendent of public  
10 instruction to provide life skills training to children and youth in  
11 schools that are in high needs communities.

12 (9) \$386,000 of the dedicated marijuana account—state  
13 appropriation for fiscal year 2016 and \$386,000 of the dedicated  
14 marijuana account—state appropriation for fiscal year 2017 are  
15 provided solely to increase prevention and treatment services  
16 provided by tribes to children and youth.

17 (10) \$683,000 of the dedicated marijuana account—state  
18 appropriation for fiscal year 2016, \$2,684,000 of the dedicated  
19 marijuana account—state appropriation for fiscal year 2017, and  
20 \$1,900,000 of the general fund—federal appropriation are provided  
21 solely to increase residential treatment services for children and  
22 youth.

23 (11) \$250,000 of the dedicated marijuana account—state  
24 appropriation for fiscal year 2016 and \$250,000 of the dedicated  
25 marijuana account—state appropriation for fiscal year 2017 are  
26 provided solely for training and technical assistance for the  
27 implementation of evidence based, research based, and promising  
28 programs which prevent or reduce substance use disorders.

29 (12) \$1,000,000 of the dedicated marijuana account—state  
30 appropriation for fiscal year 2016 and \$2,434,000 of the dedicated  
31 marijuana account—state appropriation for fiscal year 2017 are  
32 provided solely for expenditure into the home visiting services  
33 account.

34 (13) \$3,278,000 of the dedicated marijuana account—state  
35 appropriation for fiscal year 2017 is provided solely for a  
36 memorandum of understanding with the department of social and health  
37 services juvenile rehabilitation administration to provide substance  
38 abuse treatment programs for juvenile offenders. Of the amounts  
39 provided in this subsection:

1 (a) \$1,130,000 of the dedicated marijuana account—state  
2 appropriation for fiscal year 2017 is provided solely for alcohol and  
3 substance abuse treatment programs for locally-committed offenders.  
4 The juvenile rehabilitation administration shall award these funds as  
5 described in section 203(3) of this act.

6 (b) \$282,000 of the dedicated marijuana account—state  
7 appropriation for fiscal year 2017 is provided solely for the  
8 expansion of evidence-based treatments and therapies as described in  
9 section 203(4) of this act.

10 (14) \$2,500,000 of the dedicated marijuana account—state  
11 appropriation for fiscal year 2016 and \$2,500,000 of the dedicated  
12 marijuana account—state appropriation for fiscal year 2017 are  
13 provided solely for grants to community-based programs that provide  
14 prevention services or activities to youth, including programs for  
15 school-based resource officers. These funds must be utilized in  
16 accordance with RCW 69.50.540.

17 (15) Within the amounts provided in this section, regional  
18 support networks must provide outpatient chemical dependency  
19 treatment for offenders enrolled in the medicaid program who are  
20 supervised by the department of corrections pursuant to a term of  
21 community supervision beginning in April 2016. Effective April 1,  
22 2016, contracts with regional support networks must require that  
23 regional support networks include in their provider network  
24 specialized expertise in the provision of manualized, evidence-based  
25 chemical dependency treatment services for offenders. The department  
26 of corrections and the department of social and health services must  
27 develop a memorandum of understanding for department of corrections  
28 offenders on active supervision who are medicaid eligible and meet  
29 medical necessity for outpatient substance use disorder treatment.  
30 The agreement will ensure that treatment services provided are  
31 coordinated, do not result in duplication of services, and maintain  
32 access and quality of care for the individuals being served. The  
33 department of social and health services must provide all necessary  
34 data, access, and reports to the department of corrections for all  
35 department of corrections offenders that receive medicaid paid  
36 services.

37 (16) During the 2015-2017 fiscal biennium, any amounts provided  
38 in this section that are used for case management services for  
39 pregnant and parenting women must be contracted directly between the

1 department and providers rather than through contracts with  
2 behavioral health organizations. By December 1, 2016, the department  
3 must provide a report to the office of financial management and the  
4 appropriate committees of the legislature on the readiness for  
5 behavioral health organizations to assume the contracts for case  
6 management services for pregnant and parenting women.

7 (17) \$100,000 of the general fund—state appropriation for fiscal  
8 year 2016 and \$100,000 of the general fund—state appropriation for  
9 fiscal year 2017 are provided solely for parenting education services  
10 focused on pregnant and parenting women.

11 (18) Within existing appropriations, the department shall  
12 prioritize the prevention and treatment of intravenous opiate-based  
13 drug use.

14 (19) \$250,000 of the general fund—state appropriation for fiscal  
15 year 2017 is provided solely for a contract with the Washington State  
16 University for the research and development of a marijuana  
17 breathalyzer.

18 (20) \$438,000 of the general fund—state appropriation for fiscal  
19 year 2017 and \$185,000 of the general fund—federal appropriation are  
20 provided solely for implementation of Third Substitute House Bill No.  
21 1713 (mental health, chemical dependency). (~~If the bill is not  
22 enacted by June 30, 2016, the amounts provided in this subsection  
23 shall lapse.~~)

24 (21) Within the amounts appropriated in this section, the  
25 department of social and health services and the health care  
26 authority must provide quarterly reports to the chairs of the house  
27 of representatives health care and wellness committee, the house of  
28 representatives early learning and human services committee, the  
29 senate health care committee, and the senate human services, mental  
30 health, and housing committee on the integration of mental health and  
31 chemical dependency treatment purchasing through behavioral health  
32 organizations and the southwest Washington early adopter model. These  
33 reports must include, but are not limited to, an update on  
34 reimbursement rates and contracts for providing residential chemical  
35 dependency treatment; the numbers of referrals and length of stay for  
36 patients referred to chemical dependency treatment; the timing of  
37 authorization and payment to providers; the compatibility of patient  
38 electronic medical record data between behavioral health  
39 organizations, managed care organizations in the southwest Washington

1 regional service area, and providers; and the status of contracted  
2 providers. Behavioral health organizations and managed care  
3 organizations in the southwest Washington regional service area must  
4 be required to immediately report when notified that a provider is in  
5 jeopardy of closure. The department and the health care authority  
6 must immediately assess whether and take actions to ensure that the  
7 behavioral health organization or managed care plans impacted by the  
8 provider closure have an adequate transition plan to maintain an  
9 adequate network and provide access to medically necessary treatment  
10 services for enrollees. These reports shall begin April 1, 2016, and  
11 end on October 31, 2016.

12 (22) Within existing appropriations for fiscal year 2017, the  
13 department shall conduct a two-part study of substance use provider  
14 capacity and substance use provider outcomes in the state. The  
15 provider capacity report must provide information about publicly  
16 funded providers, including their number, geographical location,  
17 populations served, and treatment methodologies employed. The  
18 provider outcome report must examine variation in client outcome for  
19 these providers using statistical models to mitigate the impact of  
20 case mix. Where possible, outcomes must be aligned with  
21 specifications developed as directed by Second Substitute Senate Bill  
22 No. 5732, (chapter 338, Laws of 2013) and Engrossed Substitute House  
23 Bill No. 1519 (chapter 320, Laws of 2013). The two reports shall be  
24 submitted to the governor and appropriate committees of the  
25 legislature by June 1, 2017.

26 (23) \$500,000 of the criminal justice treatment account—state  
27 appropriation is provided solely to increase funding for substance  
28 abuse treatment and support services for offenders and to support  
29 drug courts.

30 **Sec. 1209.** 2016 sp.s. c 36 s 209 (uncodified) is amended to read  
31 as follows:

32 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—VOCATIONAL**  
33 **REHABILITATION PROGRAM**

34	General Fund—State Appropriation (FY 2016). . . . .	\$12,866,000
35	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$13,353,000)</del>
36		<u>\$13,414,000</u>
37	General Fund—Federal Appropriation. . . . .	<del>(\$98,491,000)</del>
38		<u>\$109,988,000</u>

1 TOTAL APPROPRIATION. . . . . ((~~\$124,710,000~~))  
2 \$136,268,000

3 **Sec. 1210.** 2016 sp.s. c 36 s 210 (uncodified) is amended to read  
4 as follows:

5 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—SPECIAL COMMITMENT**  
6 **PROGRAM**

7 General Fund—State Appropriation (FY 2016). . . . . \$39,490,000  
8 General Fund—State Appropriation (FY 2017). . . . . (~~(\$40,823,000)~~)  
9 \$42,488,000

10 TOTAL APPROPRIATION. . . . . (~~(\$80,313,000)~~)  
11 \$81,978,000

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

14 (1) \$78,000 of the general fund—state appropriation for fiscal  
15 year 2016 and \$78,000 of the general fund—state appropriation for  
16 fiscal year 2017 are provided solely to implement House Bill No. 1059  
17 (sexually violent predators).

18 (2) The department shall review its current food services for the  
19 special commitment center for opportunities to consolidate and  
20 centralize, emphasizing opportunities for increased efficiency. The  
21 department shall consider consolidating and centralizing the  
22 department's institutional food service by examining: (a) Consistent  
23 daily meals across institutions; (b) off-site meal preparation and  
24 cook-chill meals; and (c) increased use of the department of  
25 correction's correctional industries institutional food service. Any  
26 food service improvements must account for special diets and  
27 consistency with established dietary intakes of the food and  
28 nutrition board of the national research council.

29 (3) Within the amounts provided in this section, the special  
30 commitment center must explore entering into an interagency agreement  
31 with the University of Washington. The interagency agreement would  
32 allow the department to receive drug pricing under 340B of the public  
33 health services act for drug purchases associated with treating  
34 patients with hepatitis C or other diseases, whereby the university  
35 is acting as the covered entity or safety-net provider. In  
36 cooperation with the University of Washington, the special commitment  
37 center must provide an estimate of the fiscal impact of a successful

1 agreement of this nature, to be included in the report provided to  
2 the legislature under section 606 of this act.

3 (4) The special commitment center may use funds appropriated in  
4 this subsection to purchase services, goods, and supplies through  
5 hospital group purchasing organizations when it is cost-effective to  
6 do so.

7 (5) \$15,000 of the general fund—state appropriation for fiscal  
8 year 2017 is provided solely for the implementation of a memorandum  
9 of understanding between the governor and the service employees  
10 international union healthcare 1199nw amending the collective  
11 bargaining under chapter 41.80 RCW for the 2015-2017 fiscal biennium  
12 as set forth in section 902 of this act. The legislature recognizes  
13 that the memorandum of understanding was necessitated by an emergency  
14 and an imminent jeopardy determination by the center for medicare and  
15 medicaid services that relates to the safety and health of clients  
16 and employees.

17 **Sec. 1211.** 2016 sp.s. c 36 s 211 (uncodified) is amended to read  
18 as follows:

19 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—ADMINISTRATION AND**  
20 **SUPPORTING SERVICES PROGRAM**

21	General Fund—State Appropriation (FY 2016). . . . .	\$34,207,000
22	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$34,533,000)</del>
23		<u>\$34,943,000</u>
24	General Fund—Federal Appropriation. . . . .	<del>(\$41,153,000)</del>
25		<u>\$41,312,000</u>
26	General Fund—Private/Local Appropriation. . . . .	\$654,000
27	TOTAL APPROPRIATION. . . . .	<del>(\$110,547,000)</del>
28		<u>\$111,116,000</u>

29 The appropriations in this section are subject to the following  
30 conditions and limitations: \$300,000 of the general fund—state  
31 appropriation for fiscal year 2016 and \$300,000 of the general fund—  
32 state appropriation for fiscal year 2017 are provided solely for a  
33 Washington state mentoring organization to continue its public-  
34 private partnerships to provide technical assistance and training to  
35 mentoring programs that serve at-risk youth.

36 **Sec. 1212.** 2016 sp.s. c 36 s 212 (uncodified) is amended to read  
37 as follows:

1	<b>FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—PAYMENTS TO OTHER</b>	
2	<b>AGENCIES PROGRAM</b>	
3	General Fund—State Appropriation (FY 2016). . . . .	\$72,717,000
4	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$76,957,000)</del>
5		<u>\$77,640,000</u>
6	General Fund—Federal Appropriation. . . . .	<del>(\$58,973,000)</del>
7		<u>\$59,216,000</u>
8	TOTAL APPROPRIATION. . . . .	<del>(\$208,647,000)</del>
9		<u>\$209,573,000</u>

10       The appropriations in this section are subject to the following  
11 conditions and limitations: \$8,000 of the general fund—state  
12 appropriation for fiscal year 2017 is provided solely to implement  
13 chapter 240, Laws of 2015 (extended foster care).

14       **Sec. 1213.** 2016 sp.s. c 36 s 213 (uncodified) is amended to read  
15 as follows:

16 **FOR THE STATE HEALTH CARE AUTHORITY**

17       During the 2015-2017 fiscal biennium, the health care authority  
18 shall provide support and data as required by the office of the state  
19 actuary in providing the legislature with health care actuarial  
20 analysis, including providing any information in the possession of  
21 the health care authority or available to the health care authority  
22 through contracts with providers, plans, insurers, consultants, or  
23 any other entities contracting with the health care authority.

24       Information technology projects or investments and proposed  
25 projects or investments impacting time capture, payroll and payment  
26 processes and systems, eligibility, case management, and  
27 authorization systems within the health care authority are subject to  
28 technical oversight by the office of the chief information officer.

29       The health care authority shall not initiate any services that  
30 require expenditure of state general fund moneys unless expressly  
31 authorized in this act or other law. The health care authority may  
32 seek, receive, and spend, under RCW 43.79.260 through 43.79.282,  
33 federal moneys not anticipated in this act as long as the federal  
34 funding does not require expenditure of state moneys for the program  
35 in excess of amounts anticipated in this act. If the health care  
36 authority receives unanticipated unrestricted federal moneys, those  
37 moneys shall be spent for services authorized in this act or in any  
38 other legislation providing appropriation authority, and an equal

1 amount of appropriated state general fund moneys shall lapse. Upon  
 2 the lapsing of any moneys under this subsection, the office of  
 3 financial management shall notify the legislative fiscal committees.  
 4 As used in this subsection, "unrestricted federal moneys" includes  
 5 block grants and other funds that federal law does not require to be  
 6 spent on specifically defined projects or matched on a formula basis  
 7 by state funds.

8 The appropriations to the health care authority in this act shall  
 9 be expended for the programs and in the amounts specified in this  
 10 act. To the extent that appropriations in this section are  
 11 insufficient to fund actual expenditures in excess of caseload  
 12 forecasts and utilization assumptions, the authority, after May 1,  
 13 (~~2016~~) 2017, may transfer general fund—state appropriations for  
 14 fiscal year (~~2016~~) 2017 that are provided solely for a specified  
 15 purpose. The authority shall not transfer funds, and the director of  
 16 financial management shall not approve the transfer, unless the  
 17 transfer is consistent with the objective of conserving, to the  
 18 maximum extent possible, the expenditure of state funds. The director  
 19 of financial management shall notify the appropriate fiscal  
 20 committees of the senate and house of representatives in writing  
 21 seven days prior to approving any allotment modifications or  
 22 transfers under this subsection. The written notification shall  
 23 include a narrative explanation and justification of the changes,  
 24 along with expenditures and allotments by budget unit and  
 25 appropriation, both before and after any allotment modifications or  
 26 transfers.

27 (1) MEDICAL ASSISTANCE

28	General Fund—State Appropriation (FY 2016) . . . . .	\$1,950,827,000
29	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$2,054,119,000)</del>
30		<u>\$1,996,311,000</u>
31	General Fund—Federal Appropriation. . . . .	<del>(\$11,217,550,000)</del>
32		<u>\$11,024,458,000</u>
33	General Fund—Private/Local Appropriation. . . . .	<del>(\$70,787,000)</del>
34		<u>\$70,364,000</u>
35	Emergency Medical Services and Trauma Care Systems	
36	Trust Account—State Appropriation. . . . .	\$15,086,000
37	Hospital Safety Net Assessment Account—State	
38	Appropriation. . . . .	<del>(\$689,942,000)</del>
39		<u>\$686,952,000</u>



1	Medicaid Fraud Penalty Account—State Appropriation. . . .	\$18,491,000
2	Medical Aid Account—State Appropriation. . . . .	\$528,000
3	Dedicated Marijuana Account—State Appropriation	
4	(FY 2016). . . . .	\$7,791,000
5	Dedicated Marijuana Account—State Appropriation	
6	(FY 2017). . . . .	<del>(( \$12,979,000 ))</del>
7		<u>\$14,133,000</u>
8	State Health Care Authority Administration Account—State	
9	Appropriation. . . . .	<del>(( \$106,000 ))</del>
10		<u>\$75,000</u>
11	TOTAL APPROPRIATION. . . . .	<del>(( \$16,038,206,000 ))</del>
12		<u>\$15,785,016,000</u>

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

15 (a) \$35,794,000 of the general fund—state appropriation for  
16 fiscal year 2016 is provided solely for medicaid services based on  
17 the February caseload and medicaid forecasts contingent upon: (i)  
18 Transfer of the medicaid forecast function to the office of financial  
19 management, by July 1, 2016; (ii) the authority executing necessary,  
20 timely data sharing agreements with the office of the state actuary;  
21 (iii) the authority providing support and data as required by the  
22 office of the state actuary necessary in providing the legislature  
23 with health care actuarial analysis, including providing any  
24 information in the possession of the health care authority or  
25 available to the health care authority through contracts with  
26 providers, plans, insurers, consultants, or any other entities  
27 contracting with the health care authority; (iv) transfer of the  
28 administration of the managed care actuarial rate setting contract  
29 from the authority to the office of financial management; and (v) the  
30 authority consulting with the medical assistance forecast work group  
31 prior to accepting the actuarial contractor's managed care rate  
32 recommendations.

33 (b) ~~(( \$121,599,000 ))~~ \$134,286,000 of the general fund—state  
34 appropriation for fiscal year 2017 is provided solely for holding  
35 medicaid managed care capitation rates flat at calendar year ~~((2016))~~  
36 2017 levels in state fiscal year and calendar year 2017. To achieve  
37 this target, the authority shall engage with a group composed of the  
38 office of financial management, the medicaid forecast work group, and  
39 the managed care plans on a range of strategies developed both by the

1 authority and the group. The authority shall obtain actuarial  
2 analysis, support, and recommendations during this process, and the  
3 state actuary shall obtain independent actuarial analysis. By August  
4 1, 2016, the authority shall present the progress made on the  
5 initiative to the joint select committee on health care, identifying  
6 any possible changes in statute needed to achieve the goal and the  
7 possible impacts on clients. The authority shall complete the plan  
8 and report to the appropriate committees of the legislature by  
9 October 1, 2016.

10 (c) \$1,894,672,000 of the general fund—state appropriation for  
11 fiscal year 2016 and (~~(\$1,915,233,000)~~) \$1,849,137,000 of the general  
12 fund—state appropriation for fiscal year 2017 are provided solely for  
13 medicaid services and the medicaid program. However, the authority  
14 shall not accept or expend any federal funds received under a  
15 medicaid transformation demonstration waiver (~~(currently being~~  
16 ~~sought)~~) under healthier Washington(~~(, except as described in (d)~~  
17 ~~through (g) of this subsection, until)~~) unless specifically approved  
18 and appropriated by the legislature.

19 (~~((d) No more than \$127,336,000 of the general fund federal~~  
20 ~~appropriation may be expended for transformation through accountable~~  
21 ~~communities of health described in initiative 1 of the medicaid~~  
22 ~~transformation demonstration waiver currently being sought under~~  
23 ~~healthier Washington, including preventing youth drug use. The~~  
24 ~~authority shall not increase general fund state expenditures on this~~  
25 ~~initiative. The authority shall report to the fiscal committees of~~  
26 ~~the legislature all expenditures under this subsection and shall~~  
27 ~~provide such fiscal data in the manner, form, and time requested by~~  
28 ~~the legislative fiscal committees.~~

29 (~~(e) No more than \$5,223,000 of the general fund federal~~  
30 ~~appropriation may be expended for tailored support for older adults~~  
31 ~~and medicaid alternative care described in initiative 2 of the~~  
32 ~~medicaid transformation demonstration waiver currently being sought~~  
33 ~~under healthier Washington. The authority shall not increase general~~  
34 ~~fund state expenditures on this initiative. The authority shall~~  
35 ~~report to the fiscal committees of the legislature all expenditures~~  
36 ~~under this subsection and shall provide such fiscal data in the~~  
37 ~~manner, form, and time requested by the legislative fiscal~~  
38 ~~committees.~~

1       ~~(f) No more than \$9,425,000 of the general fund federal~~  
2 ~~appropriation may be expended for supportive housing services~~  
3 ~~described in initiative 3(a) of the medicaid transformation~~  
4 ~~demonstration waiver currently being sought under healthier~~  
5 ~~Washington. The authority shall not increase general fund state~~  
6 ~~expenditures on this initiative. The authority shall report to the~~  
7 ~~fiscal committees of the legislature all expenditures under this~~  
8 ~~subsection and shall provide such fiscal data in the manner, form,~~  
9 ~~and time requested by the legislative fiscal committees.~~

10       ~~(g) No more than \$5,567,000 of the general fund federal~~  
11 ~~appropriation may be expended for supportive employment services~~  
12 ~~described in initiative 3(b) of the medicaid transformation~~  
13 ~~demonstration waiver currently being sought under healthier~~  
14 ~~Washington. The authority shall not increase general fund state~~  
15 ~~expenditures on this initiative. The authority shall report to the~~  
16 ~~fiscal committees of the legislature all expenditures under this~~  
17 ~~subsection and shall provide such fiscal data in the manner, form,~~  
18 ~~and time requested by the legislative fiscal committees.~~

19       ~~(h))~~ (d) Sufficient amounts are appropriated in this subsection  
20 to implement the medicaid expansion as defined in the social security  
21 act, section 1902(a)(10)(A)(i)(VIII).

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

33       ~~((j))~~ (f) Based on quarterly expenditure reports and caseload  
34 forecasts, if the health care authority estimates that expenditures  
35 for the medical assistance program will exceed the appropriations,  
36 the health care authority shall take steps including but not limited  
37 to reduction of rates or elimination of optional services to reduce  
38 expenditures so that total program costs do not exceed the annual  
39 appropriation authority.

1       ~~((k))~~ (g) In determining financial eligibility for medicaid-  
2 funded services, the health care authority is authorized to disregard  
3 recoveries by Holocaust survivors of insurance proceeds or other  
4 assets, as defined in RCW 48.104.030.

5       ~~((l))~~ (h) The legislature affirms that it is in the state's  
6 interest for Harborview medical center to remain an economically  
7 viable component of the state's health care system.

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

13       ~~((n))~~ (j) \$4,261,000 of the general fund—state appropriation  
14 for fiscal year 2016, \$4,261,000 of the general fund—state  
15 appropriation for fiscal year 2017, and \$8,522,000 of the general  
16 fund—federal appropriation are provided solely for low-income  
17 disproportionate share hospital payments.

18       ~~((o))~~ (k) Within the amounts appropriated in this section, the  
19 health care authority shall provide disproportionate share hospital  
20 payments to hospitals that provide services to children in the  
21 children's health program who are not eligible for services under  
22 Title XIX or XXI of the federal social security act due to their  
23 citizenship status.

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

1 shall be at the health care authority's discretion. During either the  
2 interim cost settlement or the final cost settlement, the health care  
3 authority shall recoup from the public hospital districts the  
4 supplemental payments that exceed the medicaid cost limit and/or the  
5 medicare upper payment limit. The health care authority shall apply  
6 federal rules for identifying the eligible incurred medicaid costs  
7 and the medicare upper payment limit.

8 ~~((g))~~ (m) The health care authority shall continue the  
9 inpatient hospital certified public expenditures program for the  
10 2015-2017 fiscal biennium. The program shall apply to all public  
11 hospitals, including those owned or operated by the state, except  
12 those classified as critical access hospitals or state psychiatric  
13 institutions. The health care authority shall submit reports to the  
14 governor and legislature by November 1, 2015, and by November 1,  
15 2016, that evaluate whether savings continue to exceed costs for this  
16 program. If the certified public expenditures (CPE) program in its  
17 current form is no longer cost-effective to maintain, the health care  
18 authority shall submit a report to the governor and legislature  
19 detailing cost-effective alternative uses of local, state, and  
20 federal resources as a replacement for this program. During fiscal  
21 year 2016 and fiscal year 2017, hospitals in the program shall be  
22 paid and shall retain one hundred percent of the federal portion of  
23 the allowable hospital cost for each medicaid inpatient fee-for-  
24 service claim payable by medical assistance and one hundred percent  
25 of the federal portion of the maximum disproportionate share hospital  
26 payment allowable under federal regulations. Inpatient medicaid  
27 payments shall be established using an allowable methodology that  
28 approximates the cost of claims submitted by the hospitals. Payments  
29 made to each hospital in the program in each fiscal year of the  
30 biennium shall be compared to a baseline amount. The baseline amount  
31 will be determined by the total of ~~((a))~~ (i) the inpatient claim  
32 payment amounts that would have been paid during the fiscal year had  
33 the hospital not been in the CPE program based on the reimbursement  
34 rates developed, implemented, and consistent with policies approved  
35 in the 2015-2017 biennial operating appropriations act and in effect  
36 on July 1, 2015, ~~((b))~~ (ii) one-half of the indigent assistance  
37 disproportionate share hospital payment amounts paid to and retained  
38 by each hospital during fiscal year 2005, and ~~((c))~~ (iii) all of  
39 the other disproportionate share hospital payment amounts paid to and  
40 retained by each hospital during fiscal year 2005 to the extent the

1 same disproportionate share hospital programs exist in the 2015-2017  
2 fiscal biennium. If payments during the fiscal year exceed the  
3 hospital's baseline amount, no additional payments will be made to  
4 the hospital except the federal portion of allowable disproportionate  
5 share hospital payments for which the hospital can certify allowable  
6 match. If payments during the fiscal year are less than the baseline  
7 amount, the hospital will be paid a state grant equal to the  
8 difference between payments during the fiscal year and the applicable  
9 baseline amount. Payment of the state grant shall be made in the  
10 applicable fiscal year and distributed in monthly payments. The  
11 grants will be recalculated and redistributed as the baseline is  
12 updated during the fiscal year. The grant payments are subject to an  
13 interim settlement within eleven months after the end of the fiscal  
14 year. A final settlement shall be performed. To the extent that  
15 either settlement determines that a hospital has received funds in  
16 excess of what it would have received as described in this  
17 subsection, the hospital must repay the excess amounts to the state  
18 when requested. \$14,014,000 of the general fund—state appropriation  
19 for fiscal year 2016 and (~~(\$9,700,000)~~) \$4,901,000 of the general  
20 fund—state appropriation for fiscal year 2017 are provided solely for  
21 state grants for the participating hospitals.

22 (~~(+)~~) (n) The health care authority shall seek public-private  
23 partnerships and federal funds that are or may become available to  
24 provide on-going support for outreach and education efforts under the  
25 federal children's health insurance program reauthorization act of  
26 2009.

27 (~~(+)~~) (o) The health care authority shall target funding for  
28 maternity support services towards pregnant women with factors that  
29 lead to higher rates of poor birth outcomes, including hypertension,  
30 a preterm or low birth weight birth in the most recent previous  
31 birth, a cognitive deficit or developmental disability, substance  
32 abuse, severe mental illness, unhealthy weight or failure to gain  
33 weight, tobacco use, or African American or Native American race. The  
34 health care authority shall prioritize evidence-based practices for  
35 delivery of maternity support services. To the extent practicable,  
36 the health care authority shall develop a mechanism to increase  
37 federal funding for maternity support services by leveraging local  
38 public funding for those services.

39 (~~(+)~~) (p) Within the amounts appropriated in this section, the  
40 authority shall identify strategies to improve patient adherence to

1 treatment plans for diabetes and implement these strategies as a  
2 pilot through one health home program to be identified by the  
3 authority. The authority shall report to the governor and legislature  
4 in December 2015 on patient outcomes and cost savings derived from  
5 new adherence strategies in the health home model and make  
6 recommendations for improving the strategies.

7 ~~((+u))~~ (q) Managed care contracts must incorporate  
8 accountability measures that monitor patient health and improved  
9 health outcomes, and shall include an expectation that each patient  
10 receive a wellness examination that documents the baseline health  
11 status and allows for monitoring of health improvements and outcome  
12 measures.

13 ~~((+v))~~ (r) \$88,000 of the medicaid fraud penalty account—state  
14 appropriation and \$567,000 of the general fund—federal appropriation  
15 are provided solely to implement the conversion to the tenth version  
16 of the world health organization's international classification of  
17 diseases.

18 ~~((+w))~~ (s) Sufficient amounts are appropriated in this section  
19 for the authority to provide an adult dental benefit.

20 ~~((+x))~~ (t) The health care authority shall coordinate with the  
21 department of social and health services to provide referrals to the  
22 Washington health benefit exchange for clients that will be  
23 ineligible for medicaid.

24 ~~((+y))~~ (u) To facilitate a single point of entry across public  
25 and medical assistance programs, and to maximize the use of federal  
26 funding, the health care authority, the department of social and  
27 health services, and the health benefit exchange will coordinate  
28 efforts to expand HealthPlanfinder access to public assistance and  
29 medical eligibility staff. No later than October 1, 2015, the health  
30 care authority shall complete medicaid applications in the  
31 HealthPlanfinder for households receiving or applying for medical  
32 assistance benefits.

33 ~~((+z))~~ (v) \$90,000 of the general fund—state appropriation for  
34 fiscal year 2016, \$90,000 of the general fund—state appropriation for  
35 fiscal year 2017, and \$180,000 of the general fund—federal  
36 appropriation are provided solely to continue operation by a  
37 nonprofit organization of a toll-free hotline that assists families  
38 to learn about and enroll in the apple health for kids program.

1       ~~((aa))~~ (w) The appropriations in this section reflect savings  
2 and efficiencies by transferring children receiving medical care  
3 provided through fee-for-service to medical care provided through  
4 managed care.

5       ~~((bb))~~ (x) Within the amounts appropriated in this section, the  
6 authority shall reimburse for primary care services provided by  
7 naturopathic physicians.

8       ~~((cc))~~ (y) Within the amounts appropriated in this section, the  
9 authority shall continue to provide coverage for pregnant teens that  
10 qualify under existing pregnancy medical programs, but whose  
11 eligibility for pregnancy related services would otherwise end due to  
12 the application of the new modified adjusted gross income eligibility  
13 standard.

14       ~~((dd))~~ (z) Sufficient amounts are appropriated in this section  
15 to remove the mental health visit limit and to provide the shingles  
16 vaccine and screening, brief intervention, and referral to treatment  
17 benefits that are available in the medicaid alternative benefit plan  
18 in the classic medicaid benefit plan.

19       ~~((ee))~~ (aa) \$227,000 of the general fund—state appropriation  
20 for fiscal year 2016, \$461,000 of the general fund—state  
21 appropriation for fiscal year 2017, and \$734,000 of the general fund—  
22 federal appropriation are provided solely to implement Substitute  
23 Senate Bill No. 5317 (enhanced autism screening - bright futures).

24       ~~((ff))~~ (bb) \$4,278,000 of the general fund—private/local  
25 appropriation and \$9,835,000 of the general fund—federal  
26 appropriation are provided solely to implement House Bill No. 2007  
27 (emergency medical transportation).

28       ~~((gg))~~ (cc) Within amounts appropriated in this section, the  
29 health care authority shall conduct a review of its adult dental  
30 program in cooperation with and utilizing resources from Washington  
31 dental services foundation. The authority shall develop a plan to  
32 implement an expanded oral health care program for adults with  
33 diabetes and pregnant women. A report summarizing the authority's  
34 implementation plan and an estimation of cost savings must be  
35 submitted to the governor and the appropriate committees of the  
36 legislature by December 1, 2015.

37       ~~((hh))~~ (dd) No more than \$452,000 of the general fund—state  
38 appropriation for fiscal year 2016 and no more than \$723,000 of the  
39 general fund—state appropriation for fiscal year 2017 may be expended



1 for reimbursement for nonhospital based rural health clinics auditing  
2 costs to complete annual payment reconciliations for calendar years  
3 2011-2013 as required under 42 U.S.C. Sec. 1396a (bb)(5)(A). The  
4 department shall use the agreed-upon procedures to complete the  
5 reconciliations. Nonhospital-based clinics shall be reimbursed for  
6 the cost of auditing using the agreed-upon procedures for payment  
7 reconciliation for this time period only.

8 ~~((+ii))~~ (ee) The appropriations in this section represent a  
9 transfer of expenditure authority of \$2,333,000 of the general fund—  
10 federal appropriation for fiscal year 2016 and \$1,782,000 of the  
11 general fund—federal appropriation for fiscal year 2017 to the office  
12 of financial management to implement Engrossed Substitute Senate Bill  
13 No. 5084 (all payer claims database).

14 ~~((+jj))~~ (ff) Pursuant to RCW 41.06.142(3), the authority shall  
15 implement a pilot program within existing resources to understand the  
16 nature and depth of potential fraud, waste, and abuse and the  
17 creation of operational efficiencies within the provider and  
18 beneficiary system. The pilot program shall examine streamlining  
19 provider enrollment and compliance within the current affordable care  
20 act screening requirements and include a post-enrollment review of  
21 those currently enrolled in medicaid to determine if there have been  
22 changes in demographics, including but not limited to becoming  
23 deceased, incarcerated, or residing out of state. The pilot program  
24 shall be conducted by the authority in partnership with a third-party  
25 vendor that uses national public records data as well as provider-  
26 specific data. The authority shall prepare a report to the governor  
27 and legislative fiscal committees by December 15, 2015.

28 ~~((+kk))~~ (gg) Within amounts appropriated in this section, the  
29 health care authority shall conduct a review of its federally  
30 qualified health center encounter rates and rural health center  
31 encounter rates in comparison to current uniform medical plan rates  
32 for the same or similar services. The authority shall consult with  
33 the centers for medicare and medicaid services to determine whether  
34 federally qualified encounter rates may be adjusted to uniform  
35 medical plan rates as a reasonable proxy to cost. The authority must  
36 submit a report to the governor and the appropriate committees of the  
37 legislature that includes which encounter rates exceed uniform  
38 medical rates, the amount by which the rates are exceeded, and the  
39 annual cost of paying above uniform medical rates. The report shall  
40 also include the steps the authority has taken with the centers for

1 medicare and medicaid services to ensure that rates bear a reasonable  
2 relationship to costs incurred by efficiently and economically  
3 operated facilities, including whether uniform medical plan or  
4 commercial rates may be considered a reasonable proxy to cost. The  
5 report must be submitted by January 1, 2016. By September 15, 2016,  
6 the authority is directed to directly consult with the centers for  
7 medicaid and medicare services to determine whether federally  
8 qualified encounter rates may be adjusted to uniform medical plan  
9 rates as a reasonable proxy to cost and resubmit the report to  
10 include the results of this consultation.

11 ~~((+ll))~~ (hh) \$1,035,000 of the general fund—state appropriation  
12 for fiscal year 2016, \$965,000 of the general fund—state  
13 appropriation for fiscal year 2017, and \$1,846,000 of the general  
14 fund—federal appropriation are provided solely for customer service  
15 staff to reduce call wait times and improve the number of calls  
16 answered by the authority.

17 ~~((+mm))~~ (ii) \$386,000 of the general fund—state appropriation  
18 for fiscal year 2016, \$361,000 of the general fund—state  
19 appropriation for fiscal year 2017, and \$2,018,000 of the general  
20 fund—federal appropriation are provided solely for additional staff  
21 to support timely resolution of eligibility-related issues for  
22 medicaid clients.

23 ~~((+nn))~~ (jj)(i) \$123,000 of the general fund—state appropriation  
24 for fiscal year 2016, \$118,000 of the general fund—state  
25 appropriation for fiscal year 2017, \$48,000 of the state health care  
26 authority administrative account—state appropriation, and \$312,000 of  
27 the general fund—federal appropriation are provided solely to  
28 establish the bleeding disorder collaborative for care.

29 (ii) The collaborative must consist of three representatives from  
30 the authority, three representatives from the largest organization in  
31 Washington representing patients with bleeding disorders, two  
32 representatives from state designated bleeding disorder centers of  
33 excellence, and two representatives of federally funded hemophilia  
34 treatment centers based in Washington. The collaborative may invite  
35 the participation of other persons with expertise that may assist the  
36 collaborative in its responsibilities. The collaborative shall adopt  
37 a transparent process that allows for public comment prior to the  
38 final adoption of any evidence-based practice.

39 (iii) The collaborative shall:

1 (A) Identify and develop evidence-based practices to improve care  
2 to patients with bleeding disorders with specific attention to health  
3 care cost reduction. To the extent that evidence-based practices are  
4 unavailable, the collaborative shall research and create the  
5 practices or compile the necessary information. In the event that  
6 research on evidence is incomplete, the collaborative may consider  
7 research-based practices or emerging best practices;

8 (B) Make recommendations regarding the dissemination of the  
9 evidence-based practices to relevant health care professionals and  
10 support service providers and propose options for incorporating  
11 evidence-based practices into their treatment regimens; and

12 (C) Assist the authority in the development of a cost-benefit  
13 analysis regarding the use of evidence-based practices for specific  
14 populations in state-purchased health care programs.

15 (iv) The authority shall report to the governor and the  
16 legislature by September 1, 2016, regarding the evidence-based  
17 practices that have been developed, the clinical and fiscal  
18 implications of their implementation, and a strategy for  
19 disseminating the practices and incorporating their use among health  
20 care professionals in various state-financed health care programs.

21 ~~((+oo+))~~ (kk) The authority shall use revenue appropriated from  
22 the dedicated marijuana fund for contracts with community health  
23 centers under RCW 69.50.540 in lieu of general fund—state payments to  
24 community health centers for services provided to medical assistance  
25 clients, and it is the intent of the legislature that this policy  
26 will be continued in subsequent fiscal biennia.

27 ~~((+pp+))~~ (ll) In collaboration with the state hospital  
28 association, the authority shall develop and implement a process to  
29 review hospital cost report information for new, in-state hospital  
30 psychiatric inpatient services that have not had provider specific  
31 costs and determine the hospital-specific per diem rate as currently  
32 defined for existing providers of psychiatric inpatient services. As  
33 a result of this action, the authority shall not incur expenditures  
34 in the current biennium. The authority shall report to the office of  
35 financial management and appropriate committees of the legislature  
36 the following information no later than October 1, 2017:

37 (i) The number of potential new psychiatric beds;

38 (ii) The number of potential new psychiatric beds that were  
39 previously designated as acute beds;

1 (iii) The total estimated costs for all new potential psychiatric  
2 beds;

3 (iv) The potential savings or expenditures derived from change in  
4 bed type usage; and

5 (v) The state fiscal years in which potential costs and savings  
6 are likely to incur.

7 ~~((+qq+))~~ (mm) To further the goals of better care, better health  
8 outcomes, and reduced per capita costs of health care, the authority  
9 shall review its reimbursement methods and rates for births performed  
10 at birth centers. The authority shall report to the governor and  
11 appropriate committees of the legislature by October 15, 2016, with  
12 recommendations for adjusting reimbursement methods and levels,  
13 improving access to care, improving the cesarean section rate, and  
14 savings options for utilizing birth centers as an alternative to  
15 hospitals.

16 ~~((+rr+))~~ (nn) The authority shall submit reports to the governor  
17 and the legislature by September 15, 2016, and by September 15, 2017,  
18 that delineate the number of individuals in medicaid managed care, by  
19 carrier, age, gender, and eligibility category, receiving  
20 preventative services and vaccinations. The reports should include  
21 baseline and benchmark information from the previous two fiscal years  
22 and should be inclusive of, but not limited to, services recommended  
23 under the United States preventative services task force, advisory  
24 committee on immunization practices, early and periodic screening,  
25 diagnostic, and treatment (EPSDT) guidelines, and other relevant  
26 preventative and vaccination medicaid guidelines and requirements.

27 ~~((+ss+))~~ (oo) Within amounts appropriated in this section, the  
28 authority shall implement Substitute Senate Bill No. 6430 (continuity  
29 of care) to update the ProviderOne and HealthPlanFinder systems to  
30 allow suspension rather than termination of medical assistance  
31 benefits for persons who are incarcerated or committed to a state  
32 hospital subject to the same conditions, limitations, and review  
33 provided in section 705 (3) through (6), chapter 4, Laws of 2015 3rd  
34 sp. sess. (Engrossed Substitute Senate Bill No. 6052).

35 ~~((+tt+))~~ (pp) Within amounts appropriated within this section,  
36 the authority is directed to increase reimbursement rates for  
37 licensed practical nurses and registered nurses providing skilled  
38 nursing services in a home setting by \$10.00 per hour. This increase  
39 shall be offset by decreases in inpatient hospitalization. The  
40 authority is directed to work in collaboration with the home health

1 association and the Washington state hospital association to develop  
2 a plan to show how improved access to home health nursing reduces  
3 potentially preventable readmissions, increases access to care,  
4 reduces hospital length of stay, and prevents overall hospital  
5 admissions for clients receiving private-duty nursing, medically  
6 intensive care, or home health benefits. The authority shall submit a  
7 report to the governor and appropriate committees of the legislature  
8 by December 15, 2016, with details of this plan.

9 ~~((uu))~~ (qq) The appropriations in this section include specific  
10 funds for the purpose of implementing Engrossed Second Substitute  
11 House Bill No. 2439 (youth mental health).

12 ~~((vv))~~ (rr) Within the amounts appropriated in this section,  
13 the health care authority in cooperation with the Washington dental  
14 services foundation, the Washington state dental association, and  
15 other interested stakeholders shall develop a plan to increase access  
16 to care by expanding the medicaid dental network through contracting  
17 out the administration of the medicaid dental program. This plan  
18 shall include but not be limited to engaging dental expertise in the  
19 administration, improving the provider and patient experience,  
20 aligning the benefit package with evidence-based care, and beginning  
21 to test innovative models of delivery consistent with the goals of  
22 the healthier Washington initiative. The authority shall also review  
23 options to include contracting with one or more medicaid managed care  
24 plans or a third-party administrator. The report summarizing the  
25 authority's implementation plan and an estimate of the cost to  
26 execute this plan must be submitted to the governor and the  
27 appropriate committees of the legislature by December 1, 2016. The  
28 plan shall not be implemented until specifically authorized by the  
29 legislature.

30 ~~((ww))~~ (ss) \$608,000 of the general fund—state appropriation  
31 for fiscal year 2017 is provided solely to implement the provider  
32 access line (PAL) plus pilot program. For purposes of the PAL plus  
33 pilot program, the authority shall work in collaboration with faculty  
34 from the University of Washington working on the integration of  
35 mental health and medical care.

36 (i) The PAL plus service is targeted to help children and  
37 families with medicaid coverage who have mental health concerns not  
38 already being served by the regional support network system or other  
39 local specialty care providers, and who instead receive treatment  
40 from their primary care providers. Services must be offered by

1 regionally based and multipractice shared mental health service  
2 providers who deliver in person and over the telephone the following  
3 services upon primary care request:

4 (A) Evaluation and diagnostic support;

5 (B) Individual patient care progress tracking;

6 (C) Behavior management coaching; and

7 (D) Other evidence supported psychosocial care supports which are  
8 delivered as an early and easily accessed intervention for families.

9 (ii) The PAL team of child psychiatrists and psychologists shall  
10 provide mental health service providers with training and support,  
11 weekly care plan reviews and support on their caseloads, and direct  
12 patient evaluations for selected enhanced assessments, and must  
13 utilize a shared electronic reporting and tracking system to ensure  
14 that children not improving are identified as such and helped to  
15 receive additional services. The PAL team shall promote the  
16 appropriate use of cognitive behavioral therapies and other  
17 treatments which are empirically supported or evidence-based and  
18 encourage providers to use psychotropic medications as a last resort.

19 (iii) The authority shall monitor PAL plus service outcomes,  
20 including, but not limited to:

21 (A) Characteristics of the population being served;

22 (B) Process measures of service utilization;

23 (C) Behavioral health symptom rating scale outcomes of  
24 individuals and aggregate rating scale outcomes of populations of  
25 children served;

26 (D) Claims data comparison of implementation versus non-  
27 implementation regions;

28 (E) Service referral patterns to local specialty mental health  
29 care providers; and

30 (F) Family and provider feedback.

31 (iv) By December 31, 2017, the authority shall make a preliminary  
32 evaluation of the viability of a statewide PAL plus service program  
33 and report to the appropriate committees of the legislature, with a  
34 final evaluation report due by December 31, 2018. The final report  
35 must include recommendations on sustainability and leveraging funds  
36 through behavioral health and managed care organizations.

37 (tt) \$400,000 of the general fund—state appropriation for fiscal  
38 year 2017 is provided solely to increase payments for health home  
39 services, and that is the maximum that may be expended in this fiscal  
40 year for this purpose.

1 (2) PUBLIC EMPLOYEES BENEFITS BOARD AND EMPLOYEE BENEFITS  
2 PROGRAMS

3 State Health Care Authority Administration Account—

4 State Appropriation. . . . . (~~(\$38,732,000)~~)  
5 \$35,671,000

6 The appropriation in this subsection is subject to the following  
7 conditions and limitations:

8 (a) \$162,000 of the state health care authority administration  
9 account—state appropriation is for the health care authority to work  
10 with participating employers to minimize employer penalties that may  
11 be incurred by employers not providing health benefit coverage for  
12 part-time employees that are defined as full-time employees under the  
13 employer shared responsibility provisions of the federal affordable  
14 care act.

15 (b)(i) The state employer contribution for state employee  
16 insurance benefits is reduced for fiscal year 2017 from \$894 per  
17 month to \$888 per month. Reductions are achieved while maintaining  
18 fully funded reserves through the use of accumulated surplus funds  
19 due to reduced claims costs, and reduced litigation costs due to the  
20 settlement of the litigation in the four *Moore, et al. v. Health Care*  
21 *Authority* and the state of Washington cases. The authority is  
22 required to review the effectiveness of the wellness program known as  
23 smarthealth, and report to the appropriate committees of the  
24 legislature on the effectiveness of the wellness program on a  
25 quarterly basis beginning no later than June 30, 2016. The  
26 effectiveness report shall include information on the contractors'  
27 communication strategies, rates of employee engagement, and the  
28 identification and quarterly measurement of employee wellness outcome  
29 criteria, such as the rates of sick leave use and of improvements in  
30 chronic medical conditions among wellness plan participants. Prior to  
31 procuring contracts for health insurance and services for the 2017  
32 calendar year, the authority shall also present the findings on the  
33 effectiveness of the wellness plan, including per plan member and per  
34 wellness plan-participant costs of the wellness program at a public  
35 meeting of the public employees' benefits board.

36 (ii) The authority and the public employees' benefits board shall  
37 consult with the Washington state institute for public policy on the  
38 cost-effectiveness of the wellness plan and any changes to the plan

1 that can be made to increase the health care efficiency of the  
2 wellness plan.

3 (iii) The authority and the public employees' benefits board  
4 shall ensure that procurement for employee health benefits during the  
5 2017-2019 fiscal biennium is consistent with the funding limitations  
6 provided in sections 908 through 910 of this act.

7 (3) HEALTH BENEFIT EXCHANGE

8	General Fund—State Appropriation (FY 2016). . . . .	\$5,942,000
9	General Fund—State Appropriation (FY 2017). . . . .	\$5,184,000
10	General Fund—Federal Appropriation. . . . .	<del>(\$49,410,000)</del>
11		<u>\$47,986,000</u>
12	Health Benefit Exchange Account—State	
13	Appropriation. . . . .	<del>(\$50,503,000)</del>
14		<u>\$52,736,000</u>
15	TOTAL APPROPRIATION. . . . .	<del>(\$111,039,000)</del>
16		<u>\$111,848,000</u>

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

19 (a) The receipt and use of medicaid funds provided to the health  
20 benefit exchange from the health care authority are subject to  
21 compliance with state and federal regulations and policies governing  
22 the Washington apple health programs, including timely and proper  
23 application, eligibility, and enrollment procedures.

24 (b) \$4,755,000 of the health benefit exchange account—state  
25 appropriation and \$5,069,000 of the general fund—federal  
26 appropriation are provided solely for the customer service call  
27 center.

28 (c) \$577,000 of the general fund—state appropriation for fiscal  
29 year 2016, \$810,000 of the general fund—state appropriation for  
30 fiscal year 2017, \$3,606,000 of the health benefit exchange account—  
31 state appropriation, and \$1,389,000 of the general fund—federal  
32 appropriation are provided solely for in-person assisters and  
33 outreach to help individuals and families complete applications for  
34 health coverage.

35 (d) \$1,417,000 of the health benefit exchange account—state  
36 appropriation and \$8,218,000 of the general fund—federal  
37 appropriation are provided solely to fund the design, development,



1 implementation, operation, and maintenance of the health benefit  
2 exchange's information technology systems.

3 (e) The authority shall require the exchange to submit to the  
4 authority and the appropriate committees of the legislature by  
5 September 30, 2015, and September 30, 2016, a detailed report  
6 including:

7 (i) Salaries of all current employees of the exchange, including  
8 starting salary, any increases received, and the basis for any  
9 increases; and

10 (ii) Salary, overtime, and compensation policies for staff of the  
11 exchange.

12 (f) The authority shall require the exchange to submit to the  
13 authority and the appropriate committees of the legislature on a  
14 monthly basis:

15 (i) A report of all expenses; and

16 (ii) Beginning and ending fund balances, by fund source; and

17 (iii) Any contracts or contract amendments signed by the  
18 exchange; and

19 (iv) An accounting of staff required to operate the exchange  
20 broken out by full time equivalent positions, contracted employees,  
21 temporary staff, and any other relevant designation that indicates  
22 the staffing level of the exchange.

23 (g)(i) By July 31, 2016, the authority shall make a payment of  
24 half the general fund—state appropriation for fiscal year 2017 and  
25 half the health benefit exchange account—state appropriation to the  
26 health benefit exchange. By January 31, 2017, the authority shall  
27 make a payment of the remaining half of the general fund—state  
28 appropriation for fiscal year 2017 and the remaining half of the  
29 health benefit exchange account—state appropriation to the health  
30 benefit exchange.

31 (ii) The exchange shall monitor actual to projected revenues and  
32 make necessary adjustments in expenditures or carrier assessments to  
33 ensure expenditures do not exceed actual revenues.

34 (iii) Payments made from general fund—state appropriation and  
35 health benefit exchange account—state appropriation shall be  
36 available for expenditure for no longer than the period of the  
37 appropriation from which it was made. When the actual cost of  
38 materials and services have been fully determined, and in no event  
39 later than the lapsing of the appropriation, any unexpended balance

1 of the payment shall be returned to the authority for credit to the  
2 fund or account from which it was made, and under no condition shall  
3 expenditures exceed actual revenue.

4 (iv) As the state designated medicaid agency, the authority is  
5 responsible for maximizing the recovery of federal medicaid dollars  
6 and the timely application and follow-up for obtaining federal  
7 approval of advanced planning documents (APD). The authority shall  
8 work with the exchange to submit an APD that maximizes the recovery  
9 of medicaid costs incurred by the exchange, including indirect  
10 administrative and operational costs, no later than sixty days after  
11 the enactment of the omnibus appropriations act each year.

12 (h) \$70,000 of the general fund—state appropriation for fiscal  
13 year 2016, \$38,000 of the general fund—state appropriation for fiscal  
14 year 2017, \$204,000 of the health benefit exchange account—state  
15 appropriation, and \$110,000 of the general fund—federal appropriation  
16 are provided solely for improvements to the health benefit exchange  
17 financial system.

18 **Sec. 1214.** 2016 sp.s. c 36 s 214 (uncodified) is amended to read  
19 as follows:

20 **FOR THE HUMAN RIGHTS COMMISSION**

21	General Fund—State Appropriation (FY 2016). . . . .	\$2,091,000
22	General Fund—State Appropriation (FY 2017). . . . .	<del>((2,092,000))</del>
23		<u>\$2,148,000</u>
24	General Fund—Federal Appropriation. . . . .	\$2,307,000
25	TOTAL APPROPRIATION. . . . .	<del>((6,490,000))</del>
26		<u>\$6,546,000</u>

27 **Sec. 1215.** 2016 sp.s. c 36 s 216 (uncodified) is amended to read  
28 as follows:

29 **FOR THE CRIMINAL JUSTICE TRAINING COMMISSION**

30	General Fund—State Appropriation (FY 2016). . . . .	\$18,996,000
31	General Fund—State Appropriation (FY 2017). . . . .	<del>((17,543,000))</del>
32		<u>\$17,770,000</u>
33	General Fund—Private/Local Appropriation. . . . .	<del>((4,745,000))</del>
34		<u>\$4,963,000</u>
35	Death Investigations Account—State Appropriation. . . . .	\$148,000
36	24/7 Sobriety Account—State Appropriation. . . . .	\$30,000
37	Municipal Criminal Justice Assistance Account—	

1	State Appropriation. . . . .	\$460,000
2	Washington Auto Theft Prevention Authority Account—	
3	State Appropriation. . . . .	(( <del>\$7,668,000</del> ))
4		<u>\$7,632,000</u>
5	TOTAL APPROPRIATION. . . . .	(( <del>\$49,590,000</del> ))
6		<u>\$49,999,000</u>

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

9 (1) \$5,000,000 of the general fund—state appropriation for fiscal  
10 year 2016 and \$5,000,000 of the general fund—state appropriation for  
11 fiscal year 2017, are provided to the Washington association of  
12 sheriffs and police chiefs solely to verify the address and residency  
13 of registered sex offenders and kidnapping offenders under RCW  
14 9A.44.130. The association may use no more than \$50,000 per fiscal  
15 year of the amounts provided on program management activities.

16 (2) \$605,280 of the general fund—local appropriation is provided  
17 solely to purchase ammunition for the basic law enforcement academy.  
18 Jurisdictions shall reimburse to the criminal justice training  
19 commission the costs of ammunition, based on the average cost of  
20 ammunition per cadet, for cadets that they enroll in the basic law  
21 enforcement academy.

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

24 (4) \$100,000 of the general fund—state appropriation for fiscal  
25 year 2016 and \$100,000 of the general fund—state appropriation for  
26 fiscal year 2017 are provided solely for a school safety program. The  
27 commission, in collaboration with the school safety center advisory  
28 committee, shall provide the school safety training for all school  
29 administrators and school safety personnel hired after the effective  
30 date of this section.

31 (5) \$96,000 of the general fund—state appropriation for fiscal  
32 year 2016 and \$96,000 of the general fund—state appropriation for  
33 fiscal year 2017 are provided solely for the school safety center  
34 within the commission. The safety center shall act as an information  
35 dissemination and resource center when an incident occurs in a school  
36 district in Washington or in another state, coordinate activities  
37 relating to school safety, and review and approve manuals and  
38 curricula used for school safety models and training. Through an  
39 interagency agreement, the commission shall provide funding for the

1 office of the superintendent of public instruction to continue to  
2 develop and maintain a school safety information web site. The school  
3 safety center advisory committee shall develop and revise the  
4 training program, using the best practices in school safety, for all  
5 school safety personnel. The commission shall provide research-  
6 related programs in school safety and security issues beneficial to  
7 both law enforcement and schools.

8 (6) \$123,000 of the general fund—state appropriation for fiscal  
9 year 2016 and \$123,000 of the general fund—state appropriation for  
10 fiscal year 2017 are provided solely for the costs of providing  
11 statewide advanced driving training with the use of a driving  
12 simulator.

13 (7) \$644,000 of the general fund—state appropriation for fiscal  
14 year 2016 and \$595,000 of the general fund—state appropriation for  
15 fiscal year 2017 are provided solely for implementation of Second  
16 Substitute Senate Bill No. 5311 (crisis intervention training).

17 (8) \$250,000 of the general fund—state appropriation for fiscal  
18 year 2016 and \$250,000 of the general fund—state appropriation for  
19 fiscal year 2017 are provided solely for the criminal justice  
20 training commission to develop and deliver research-based programs to  
21 instruct, guide, and support local law enforcement agencies in  
22 fostering the "guardian philosophy" of policing, which emphasizes de-  
23 escalating conflicts and reducing the use of force.

24 (9) \$429,000 of the general fund—state appropriation for fiscal  
25 year 2016 and \$429,000 of the general fund—state appropriation for  
26 fiscal year 2017 are provided solely for deposit into the  
27 nonappropriated Washington internet crimes against children account  
28 for the implementation of Second Substitute Senate Bill No. 5215  
29 (internet crimes against children).

30 (10) \$300,000 of the general fund—state appropriation for fiscal  
31 year 2017 is provided solely to the Washington association of  
32 sheriffs and police chiefs to fund pilot projects for law enforcement  
33 agencies in Spokane, Spokane Valley, and Spokane County to set up  
34 auto theft task forces in high risk locations and increase the use of  
35 teams devoted to combating residential burglary.

36 (11) \$5,000 of the general fund—state appropriation for fiscal  
37 year 2017 is provided solely for the purpose of implementing House  
38 Bill No. 1448 (suicide threat response).

1       **Sec. 1216.** 2016 sp.s. c 36 s 217 (uncodified) is amended to read  
2 as follows:

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

4	General Fund—State Appropriation (FY 2016). . . . .	\$16,307,000
5	General Fund—State Appropriation (FY 2017). . . . .	\$17,611,000
6	General Fund—Federal Appropriation. . . . .	\$11,876,000
7	Asbestos Account—State Appropriation. . . . .	\$1,177,000
8	Electrical License Account—State Appropriation. . . . .	\$48,157,000
9	Farm Labor Contractor Account—State Appropriation. . . . .	\$28,000
10	Worker and Community Right-to-Know Account—	
11	State Appropriation. . . . .	\$972,000
12	Public Works Administration Account—State	
13	Appropriation. . . . .	\$7,629,000
14	Manufactured Home Installation Training Account—	
15	State Appropriation. . . . .	\$355,000
16	Accident Account—State Appropriation. . . . .	\$281,472,000
17	Accident Account—Federal Appropriation. . . . .	<del>(\$13,626,000)</del>
18		<u>\$14,873,000</u>
19	Medical Aid Account—State Appropriation. . . . .	\$296,297,000
20	Medical Aid Account—Federal Appropriation. . . . .	<del>(\$3,186,000)</del>
21		<u>\$3,712,000</u>
22	Plumbing Certificate Account—State Appropriation. . . . .	\$1,783,000
23	Pressure Systems Safety Account—State	
24	Appropriation. . . . .	\$4,250,000
25	TOTAL APPROPRIATION. . . . .	<del>(\$704,726,000)</del>
26		<u>\$706,499,000</u>

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

29       (1) \$250,000 of the general fund—state appropriation for fiscal  
30 year 2016 and \$250,000 of the general fund—state appropriation for  
31 fiscal year 2017 are provided solely for implementation of chapter  
32 100, Laws of 2015 (Substitute Senate Bill No. 5897).

33       (2) \$2,300,000 of the medical aid account—state appropriation is  
34 provided solely for implementation of chapter 137, Laws of 2015  
35 (Substitute House Bill No. 1496).

36       (3) \$494,000 of the medical aid account—state appropriation and  
37 \$1,580,000 of the accident fund—state appropriation are provided  
38 solely for continuation of the logger safety initiative.

1 (4) \$4,923,000 of the medical aid account—state appropriation and  
2 \$4,924,000 of the accident fund—state appropriation are provided  
3 solely for the first phase of the department's plan to replace its  
4 labor and industries industrial insurance information technology  
5 system subject to the same conditions, limitations, and review  
6 provided in section 705 (3) through (6) of this act.

7 (5) \$3,548,000 of the electrical license account—state  
8 appropriation is provided solely for the department to develop a  
9 modern and mobile information technology system for its electrical  
10 inspection program subject to the same conditions, limitations, and  
11 review provided in section 705 (3) through (6) of this act.

12 (6) The department is directed under RCW 39.12.070 to adjust its  
13 fee schedule for statements of intent to pay prevailing wages and  
14 certification of affidavits of wages paid to remove or lower fees for  
15 contractors and subcontractors whose contract amounts are less than  
16 seven hundred fifty dollars beginning on January 1, 2016.

17 (7) \$140,000 of the public works administration account—state  
18 appropriation is provided solely for implementation of chapter 40,  
19 Laws of 2015 3rd sp. sess. to create an electronic option for  
20 employers to submit prevailing wage surveys.

21 (8) \$640,000 of the medical aid account—state appropriation is  
22 provided solely for a pilot program under which the department  
23 partners with an experienced firm or firms to manage care involving  
24 catastrophically injured workers.

25 (a) For each injured worker referred by the department the firm  
26 must propose a contract identifying a case outcome, the treatment  
27 needed to achieve it, and a fixed price for doing so.

28 (b) If the department agrees to the contract: (i) The firm must  
29 assume responsibility at the fixed price for the medical management  
30 and may include all medical costs until the outcome is achieved; (ii)  
31 the department retains the authority to approve or deny particular  
32 treatments; and (iii) the department retains the responsibility to  
33 accept and pay providers' actual bills, and the firm's compensation  
34 will be the difference between the fixed price and actual medical  
35 costs, if the firm chooses to propose a contract that includes  
36 medical costs.

37 (c) The department must contract with the firm or firms to manage  
38 at least twelve catastrophic cases each fiscal year, starting in  
39 fiscal year 2017, provided there is at least that many cases where:

1 (i) An injured worker elects to be served by the firm; and (ii) the  
2 fixed price proposed by the firm is lower than the amount the  
3 department would pay to achieve the identified outcome if it did not  
4 contract with the firm.

5 (d) The department must provide a written report on the pilot  
6 program to the appropriate committees of the legislature in December  
7 2016 and annually through December 2019 or the last December  
8 following termination of the contacts by the firm or firms or  
9 department.

10 (9) \$1,130,000 of the public works administration account—state  
11 appropriation is provided solely for the department's prevailing wage  
12 technology project subject to the same conditions, limitations, and  
13 review provided in section 705 (3) through (6), chapter 4, Laws of  
14 2015 3rd sp. sess. (Engrossed Substitute Senate Bill No. 6052).

15 (10) \$738,000 of the medical aid account—state appropriation is  
16 provided solely to expand the use of evidence-based best practices to  
17 reduce the risk of long-term disabilities among injured workers. By  
18 December 1, 2016, the department must report to the appropriate  
19 committees of the legislature with performance measures and metrics  
20 to be used to evaluate whether the funded activities are improving  
21 care and outcomes for injured workers.

22 **Sec. 1217.** 2016 sp.s. c 36 s 218 (uncodified) is amended to read  
23 as follows:

24 **FOR THE DEPARTMENT OF VETERANS AFFAIRS**

25 (1) HEADQUARTERS

26	General Fund—State Appropriation (FY 2016). . . . .	\$1,810,000
27	General Fund—State Appropriation (FY 2017). . . . .	\$2,662,000
28	Charitable, Educational, Penal, and Reformatory 29 Institutions Account—State Appropriation. . . . .	\$10,000
30	TOTAL APPROPRIATION. . . . .	\$4,482,000

31 (2) FIELD SERVICES

32	General Fund—State Appropriation (FY 2016). . . . .	\$5,465,000
33	General Fund—State Appropriation (FY 2017). . . . .	\$5,526,000
34	General Fund—Federal Appropriation. . . . .	\$3,628,000
35	General Fund—Private/Local Appropriation. . . . .	\$4,622,000
36	Veteran Estate Management Account—Private/Local 37 Appropriation. . . . .	\$623,000

1 TOTAL APPROPRIATION. . . . . \$19,864,000

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

4 (a) \$300,000 of the general fund—state appropriation for fiscal  
5 year 2016 and \$300,000 of the general fund—state appropriation for  
6 fiscal year 2017 are provided solely to provide crisis and emergency  
7 relief and education, training, and employment assistance to veterans  
8 and their families in their communities through the veterans  
9 innovation program.

10 (b) The creation of an automated exchange of information between  
11 the federal department of defense, federal veterans administration,  
12 and the Washington department of veterans affairs is the sole project  
13 for the Washington department of veterans affairs in the information  
14 technology pool. Ongoing funding may be provided for staffing,  
15 training, and subscription costs associated with a web-based software  
16 tool that has been configured to meet the business requirements of  
17 the Washington department of veterans affairs. Additional information  
18 technology projects, such as the complete automation of the  
19 Washington department of veterans affairs business processes through  
20 an enterprise case management system, are subject to future funding  
21 decisions by the legislature. The conditions and limitations in this  
22 subsection apply only if the specified project is funded from the  
23 information technology pool.

24 (3) INSTITUTIONAL SERVICES

25	General Fund—State Appropriation (FY 2016). . . . .	\$697,000
26	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$796,000)</del>
27		<u>\$3,299,000</u>
28	General Fund—Federal Appropriation. . . . .	\$80,104,000
29	General Fund—Private/Local Appropriation. . . . .	\$29,781,000
30	TOTAL APPROPRIATION. . . . .	<del>(\$111,378,000)</del>
31		<u>\$113,881,000</u>

32 **Sec. 1218.** 2016 sp.s. c 36 s 219 (uncodified) is amended to read  
33 as follows:

34 **FOR THE DEPARTMENT OF HEALTH**

35	General Fund—State Appropriation (FY 2016). . . . .	\$57,958,000
36	General Fund—State Appropriation (FY 2017). . . . .	\$60,149,000
37	General Fund—Federal Appropriation. . . . .	<del>(\$564,025,000)</del>
38		<u>\$540,675,000</u>



1	General Fund—Private/Local Appropriation. . . . .	(( <del>\$151,242,000</del> ))
2		<u>\$179,242,000</u>
3	Hospital Data Collection Account—State Appropriation. . . . .	\$331,000
4	Health Professions Account—State Appropriation. . . . .	\$120,788,000
5	Aquatic Lands Enhancement Account—State Appropriation. . . . .	\$615,000
6	Emergency Medical Services and Trauma Care Systems	
7	Trust Account—State Appropriation. . . . .	\$9,226,000
8	Safe Drinking Water Account—State Appropriation. . . . .	\$6,934,000
9	Drinking Water Assistance Account—Federal	
10	Appropriation. . . . .	\$17,364,000
11	Waterworks Operator Certification—State	
12	Appropriation. . . . .	\$1,606,000
13	Drinking Water Assistance Administrative Account—	
14	State Appropriation. . . . .	(( <del>\$357,000</del> ))
15		<u>\$610,000</u>
16	Site Closure Account—State Appropriation. . . . .	\$162,000
17	Biotoxin Account—State Appropriation. . . . .	\$1,894,000
18	State Toxics Control Account—State Appropriation. . . . .	\$4,037,000
19	Medical Test Site Licensure Account—State	
20	Appropriation. . . . .	\$2,516,000
21	Youth Tobacco Prevention Account—State Appropriation. . . . .	\$2,962,000
22	Public Health Supplemental Account—Private/Local	
23	Appropriation. . . . .	\$3,244,000
24	Accident Account—State Appropriation. . . . .	\$324,000
25	Medical Aid Account—State Appropriation. . . . .	\$53,000
26	Medicaid Fraud Penalty Account—State	
27	Appropriation. . . . .	\$994,000
28	Dedicated Marijuana Account—State	
29	Appropriation (FY 2016). . . . .	\$7,500,000
30	Dedicated Marijuana Account—State	
31	Appropriation (FY 2017). . . . .	\$7,500,000
32	TOTAL APPROPRIATION. . . . .	(( <del>\$1,021,781,000</del> ))
33		<u>\$1,026,684,000</u>

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

36 (1) The department of health shall not initiate any services that  
37 will require expenditure of state general fund moneys unless  
38 expressly authorized in this act or other law. The department of

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

20 (2) \$130,000 of the health professions state account—state  
21 appropriation is provided solely for implementation of chapter 118,  
22 Laws of 2015 (applied behavior analysis).

23 (3) \$38,000 of the general fund—state appropriation for fiscal  
24 year 2016 and \$38,000 of the general fund—state appropriation for  
25 fiscal year 2017 are provided solely for the department of health,  
26 the department of social and health services, and the health care  
27 authority to continue to collaborate to submit a coordinated report  
28 on diabetes to the governor and appropriate committees of the  
29 legislature by June 30, 2017. The report on diabetes must include the  
30 following:

31 (a) An analysis of the financial impact and reach that diabetes  
32 of all types is having on programs administered by each agency and  
33 individuals enrolled in those programs, including:

34 (i) The number of individuals with diabetes that are impacted or  
35 covered by these programs;

36 (ii) The number of family members of individuals with diabetes  
37 that are impacted by these programs;

1 (iii) The financial toll or impact that diabetes and its  
2 complications places on these programs, and how the financial toll or  
3 impact compares to that of other chronic diseases and conditions;

4 (b) An assessment of the benefits of programs and activities  
5 implemented by the agencies to control and prevent diabetes,  
6 including documentation of the amount and source of the agencies'  
7 funding for these programs and activities;

8 (c) A description of the level of coordination existing between  
9 the agencies on activities, programmatic activities, and messaging on  
10 managing, treating, or preventing all forms of diabetes and its  
11 complications;

12 (d) The development of or revision to each agency's action plan  
13 for addressing the impact of diabetes together with a range of  
14 actionable items for either each agency or consideration by the  
15 legislature, or both. The plans must, at a minimum:

16 (i) Identify proposed action steps to reduce the impact of  
17 diabetes, prediabetes, and related diabetes complications, especially  
18 for medicaid populations;

19 (ii) Identify expected outcomes in subsequent biennia; and

20 (iii) Establish benchmarks for controlling and preventing  
21 relevant forms of diabetes and appropriate measures for success;

22 (e) An estimate of the costs, return on investment, and resources  
23 required to implement the plans identified in subsection (d) of this  
24 section.

25 (4) \$30,000 of the medicaid fraud penalty account—state  
26 appropriation is provided solely for implementation of chapter 259,  
27 Laws of 2015 (prescription drug monitoring).

28 (5) \$4,015,000 of the health professions account—state  
29 appropriation is provided solely for implementation of chapter 70,  
30 Laws of 2015 (cannabis patient protection).

31 (6) \$7,250,000 of the dedicated marijuana account—state  
32 appropriation for fiscal year 2016 and \$7,250,000 of the dedicated  
33 marijuana account—state appropriation for fiscal year 2017 are  
34 provided solely for a marijuana education and public health program  
35 and for tobacco prevention activities that target youth and  
36 populations with a high incidence of tobacco use.

37 (7) \$250,000 of the dedicated marijuana account—state  
38 appropriation for fiscal year 2016 and \$250,000 of the dedicated  
39 marijuana account—state appropriation for fiscal year 2017 are

1 provided solely for a contract with the Washington poison center to  
2 help maintain national accreditation standards.

3 (8) \$65,000 of the general fund—state appropriation for fiscal  
4 year 2016 and \$65,000 of the general fund—state appropriation for  
5 fiscal year 2017 are provided solely for the midwifery licensure and  
6 regulatory program to supplement revenue from fees. The department  
7 shall charge no more than five hundred twenty-five dollars annually  
8 for new or renewed licenses for the midwifery program.

9 (9) During the 2015-2017 fiscal biennium, each person subject to  
10 RCW 43.70.110(3)(c) is required to pay only one surcharge of up to  
11 twenty-five dollars annually for the purposes of RCW 43.70.112,  
12 regardless of how many professional licenses the person holds.

13 (10)(a) Within existing resources, the department of health shall  
14 compile a report on ambulatory surgical facilities to be submitted to  
15 the appropriate committees of the legislature by January 1, 2016. The  
16 report shall determine:

17 (i) How many ambulatory centers are currently functioning in the  
18 state;

19 (ii) How many cases these centers receive annually;

20 (iii) How many of these centers are medicare certified;

21 (iv) How many of these centers are not medicare certified; and

22 (v) How many are also certified by an accrediting organization.

23 (b) The department shall not increase current annual fees for new  
24 or renewed licenses for ambulatory surgical facilities during the  
25 2015-2017 fiscal biennium.

26 (11)(a) The pharmacy quality assurance commission shall engage in  
27 a stakeholder process to develop statutory standards and protocols  
28 specific to long-term care pharmacies and shall submit the proposed  
29 statute to the senate health care committee and house health care and  
30 wellness committee no later than November 15, 2015.

31 (b) When inspecting and reviewing long-term care pharmacies, the  
32 pharmacy quality assurance commission and the department of health  
33 shall recognize the applicability of medication orders in long-term  
34 care facilities and recognize the essential relationship between the  
35 practitioner, the long-term care facility registered nurse, and the  
36 pharmacist in conveying chart orders to the long-term care pharmacy.

37 (12) \$52,000 of the health professions account—state  
38 appropriation is provided solely for implementation of chapter 159,  
39 Laws of 2015 (victim interviews training).

1 (13) Information technology projects or investments and proposed  
2 projects or investments impacting time capture, payroll and payment  
3 processes and systems, eligibility, case management, and  
4 authorization systems within the department of health are subject to  
5 technical oversight by the office of the chief information officer.

6 ~~(((\$1,923,000 of the state toxics control account—state  
7 appropriation is provided solely for implementation of Engrossed  
8 Second Substitute House Bill No. 1472 (chemical action plans), Second  
9 Substitute Senate Bill No. 5056 (safer chemicals/action plans),  
10 Substitute Senate Bill No. 6131 (safer chemicals), or any of these.  
11 Within the amount provided in this subsection, \$1,554,000 is provided  
12 solely for the department to conduct biomonitoring studies. If none  
13 of these bills is enacted by July 10, 2015, the amount provided in  
14 this subsection shall lapse.~~

15 ~~(+15+))~~ \$123,000 of the general fund—state appropriation for  
16 fiscal year 2016 and \$123,000 of the general fund—state appropriation  
17 for fiscal year 2017 are provided solely for the department of health  
18 to support Washington's healthiest next generation efforts by  
19 partnering with the office of the superintendent of public  
20 instruction, department of early learning, and other public and  
21 private partners as appropriate.

22 ~~((+16+))~~ (15) \$230,000 of the general fund—state appropriation  
23 for fiscal year 2017 is provided solely for the implementation of  
24 Engrossed Second Substitute Senate Bill No. 6534 (maternal mortality  
25 review). ~~((If this bill is not enacted by June 30, 2016, the amount  
26 provided in this subsection shall lapse.~~

27 ~~(+17+))~~ (16) Within the amounts appropriated from the health  
28 professions account—state appropriation, the department must manage  
29 its pending rule-making process related to the educational and  
30 training requirements for chemical dependency professionals to  
31 complete the rule-making by June 30, 2016.

32 ~~((+18+))~~ (17) Within the amounts appropriated in this section,  
33 the department must implement the 2014 Washington state hepatitis  
34 strategic plan, including but not limited to the implementation of  
35 the centers for disease control and prevention hepatitis C screening  
36 guidelines for persons born between 1945-1965 and other high risk  
37 groups, hepatitis C prevention, and hepatitis C case management.

1       ~~((19))~~ (18) The appropriations in this section include  
2 sufficient funding for the implementation of Substitute Senate Bill  
3 No. 5778 (ambulatory surgical centers).

4       ~~((20))~~ (19) The appropriations in this section include  
5 sufficient funding for the implementation of Senate Bill No. 5689  
6 (diabetes epidemic).

7       ~~((21))~~ (20) \$26,000 of the medicaid fraud penalty account—state  
8 appropriation is provided solely for the implementation of Substitute  
9 House Bill No. 2730 (prescription monitoring program). ~~((If the bill  
10 is not enacted by June 30, 2016, the amount provided in this  
11 subsection shall lapse.~~

12       ~~(22))~~ (21) \$21,000 of the general fund—state appropriation for  
13 fiscal year 2017 is provided solely for the implementation of  
14 Substitute Senate Bill No. 6421 (epinephrine autoinjectors). ~~((If the  
15 bill is not enacted by June 30, 2016, the amount in this subsection  
16 shall lapse.~~

17       ~~(23))~~ (22) \$49,000 of the general fund—state appropriation for  
18 fiscal year 2017 is provided solely for the department to convene a  
19 task force on patient out-of-pocket costs.

20       (a) By July 1, 2016, the department shall convene the task force,  
21 and the department shall coordinate the task force meetings. The task  
22 force shall include representatives from all participants with a role  
23 in determining prescription drug costs and out-of-pocket costs for  
24 patients, such as, but not limited to the following: Patient groups;  
25 insurance carriers operating in the state; pharmaceutical companies;  
26 prescribers; pharmacists; pharmacy benefit managers; hospitals; the  
27 office of the insurance commissioner; the health care authority and  
28 other purchasers; the office of financial management; unions; Taft-  
29 Hartley trusts; a business association; and biotechnology.

30       (b) Letters of interest from potential participants shall be  
31 submitted to the department, and the secretary, or his or her  
32 designee, shall invite representatives of interested groups to  
33 participate in the task force.

34       (c) The task force shall evaluate factors contributing to the  
35 out-of-pocket costs for patients, particularly in the first quarter  
36 of each year, including but not limited to prescription drug cost  
37 trends and plan benefit design.

38       (d) The task force shall consider patient treatment adherence and  
39 the impacts on chronic illness and acute disease, with consideration

1 of the long-term outcomes and costs for the patient. The discussion  
2 must also consider the impact when patients cannot maintain access to  
3 their prescription drugs and the implications of adverse health  
4 impacts including the potential need for more expensive medical  
5 interventions or hospitalizations and the impact on the workforce  
6 regarding the loss of productivity. The discussion must also consider  
7 the impact of the factors on the affordability of health care  
8 coverage.

9 (e) The task force recommendations, or a summary of the  
10 discussions, must be provided to the appropriate committees of the  
11 legislature by December 1, 2016.

12 ~~((+24))~~ (23) Recognizing the financial challenges faced by the  
13 public health system, which comprises state and local entities, and  
14 the impact that those financial challenges have had on the system's  
15 ability to deliver essential public health services throughout the  
16 state, the legislature directs the department and local public health  
17 jurisdictions, within amounts appropriated in this section, to  
18 provide a proposal outlining a plan for implementing foundational  
19 public health services statewide to modernize, streamline, and fund a  
20 twenty-first century public health system in Washington state.  
21 Current fees that support the work of public health should be  
22 reviewed, and the proposal should identify those fees that are not  
23 currently supplying adequate revenue to maintain compliance or  
24 enforcement. The first report regarding the proposal is due to the  
25 appropriate committees of the legislature no later than December 1,  
26 2016, and subsequent reports shall be submitted biennially,  
27 thereafter.

28 ~~((+25))~~ (24) \$1,681,000 of the youth tobacco prevention account—  
29 state appropriation is provided solely for the implementation of  
30 Engrossed Substitute Senate Bill No. 6328 (vapor products). ~~((If the  
31 bill is not enacted by June 30, 2016, the amount provided in this  
32 subsection shall lapse.~~

33 ~~(+26))~~ (25) \$160,000 of the health professions state account—  
34 state appropriation is provided solely for the implementation of  
35 Substitute Senate Bill No. 6558 (hospital pharmacy license). ~~((If the  
36 bill is not enacted by June 30, 2016, the amount provided in this  
37 subsection shall lapse.~~

38 ~~(+27))~~ (26) \$100,000 of the general fund—state appropriation for  
39 fiscal year 2017 is provided solely for the implementation of

1 Engrossed Second Substitute House Bill No. 2793 (suicide education).  
2 ((If the bill is not enacted by June 30, 2016, the amount provided in  
3 this subsection shall lapse.))

4 **Sec. 1219.** 2016 sp.s. c 36 s 220 (uncodified) is amended to read  
5 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  
9 this act. However, after May 1, ((2016)) 2017, after approval by the  
10 director of financial management and unless specifically prohibited  
11 by this act, the department may transfer general fund—state  
12 appropriations for fiscal year ((2016)) 2017 between programs. The  
13 department may not transfer funds, and the director of financial  
14 management may 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  
18 senate and house of representatives in writing seven days prior to  
19 approving any deviations from appropriation levels. The written  
20 notification must include a narrative explanation and justification  
21 of the changes, along with expenditures and allotments by budget unit  
22 and appropriation, both before and after any allotment modifications  
23 or transfers.

24 (1) ADMINISTRATION AND SUPPORT SERVICES

25	General Fund—State Appropriation (FY 2016). . . . .	\$59,179,000
26	General Fund—State Appropriation (FY 2017). . . . .	(( <del>\$59,907,000</del> ))
27		<u>\$59,842,000</u>
28	TOTAL APPROPRIATION. . . . .	(( <del>\$119,086,000</del> ))
29		<u>\$119,021,000</u>

30 The appropriations in this subsection are subject to the  
31 following conditions and limitations: \$35,000 of the general fund—  
32 state appropriation for fiscal year 2016 and \$35,000 of the general  
33 fund—state appropriation for fiscal year 2017 are provided solely for  
34 the support of a statewide council on mentally ill offenders that  
35 includes as its members representatives of community-based mental  
36 health treatment programs, current or former judicial officers, and  
37 directors and commanders of city and county jails and state prison  
38 facilities. The council will investigate and promote cost-effective



1 approaches to meeting the long-term needs of adults and juveniles  
2 with mental disorders who have a history of offending or who are at-  
3 risk of offending, including their mental health, physiological,  
4 housing, employment, and job training needs.

5 (2) CORRECTIONAL OPERATIONS

6	General Fund—State Appropriation (FY 2016). . . . .	\$607,084,000
7	General Fund—State Appropriation (FY 2017). . . . .	<del>(( \$630,422,000 ))</del>
8		<u>\$627,861,000</u>
9	General Fund—Federal Appropriation. . . . .	\$1,892,000
10	Washington Auto Theft Prevention Authority Account—	
11	State Appropriation. . . . .	\$6,812,000
12	State Toxics Control Account—State Appropriation. . . . .	\$400,000
13	TOTAL APPROPRIATION. . . . .	<del>(( \$1,246,610,000 ))</del>
14		<u>\$1,244,049,000</u>

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

17 (a) During the 2015-2017 fiscal biennium, when contracts are  
18 established or renewed for offender pay phone and other telephone  
19 services provided to inmates, the department shall select the  
20 contractor or contractors primarily based on the following factors:  
21 (i) The lowest rate charged to both the inmate and the person paying  
22 for the telephone call; and (ii) the lowest commission rates paid to  
23 the department, while providing reasonable compensation to cover the  
24 costs of the department to provide the telephone services to inmates  
25 and provide sufficient revenues for the activities funded from the  
26 institutional welfare betterment account.

27 (b) The department may contract for up to 300 beds statewide to  
28 the extent that it is at no net cost to the department. The  
29 department shall calculate and report the average cost per offender  
30 per day, inclusive of all services, on an annual basis for a facility  
31 that is representative of average medium or lower offender costs. The  
32 duration of the contracts may be for up to four years. The department  
33 shall not pay a rate greater than \$65 per day per offender for all  
34 costs associated with the offender while in the local correctional  
35 facility to include programming and health care costs, or the  
36 equivalent of \$65 per day per bed including programming and health  
37 care costs for full units. The capacity provided at local  
38 correctional facilities must be for offenders whom the department of  
39 corrections defines as medium or lower security offenders.

1 Programming provided for inmates held in local jurisdictions is  
2 included in the rate, and details regarding the type and amount of  
3 programming, and any conditions regarding transferring offenders must  
4 be negotiated with the department as part of any contract. Local  
5 jurisdictions must provide health care to offenders that meet  
6 standards set by the department. The local jail must provide all  
7 medical care including unexpected emergent care. The department must  
8 utilize a screening process to ensure that offenders with existing  
9 extraordinary medical/mental health needs are not transferred to  
10 local jail facilities. If extraordinary medical conditions develop  
11 for an inmate while at a jail facility, the jail may transfer the  
12 offender back to the department, subject to terms of the negotiated  
13 agreement. Health care costs incurred prior to transfer are the  
14 responsibility of the jail.

15 (c) \$501,000 of the general fund—state appropriation for fiscal  
16 year 2016 and \$501,000 of the general fund—state appropriation for  
17 fiscal year 2017 are provided solely for the department to maintain  
18 the facility, property, and assets at the institution formerly known  
19 as the maple lane school in Rochester. The department may not house  
20 incarcerated offenders at the maple lane site until specifically  
21 directed to do so by the legislature.

22 (d) \$479,000 of the general fund—state appropriation for fiscal  
23 year 2016, and (~~(\$1,379,000)~~) \$758,000 of the general fund—state  
24 appropriation for fiscal year 2017 are provided solely for the  
25 department to contract with Yakima county for the use of inmate bed  
26 capacity in lieu of prison beds operated by the state to meet prison  
27 capacity needs.

28 (e) The department shall review its policies and procedures for  
29 overtime usage throughout its prison custody system to identify  
30 efficiencies and best practices that will control costs. The  
31 department shall provide to the appropriate committees of the  
32 legislature by November 15, 2015, a report that makes recommendations  
33 to reduce the department's overtime usage and reduces overall costs  
34 for prison personnel.

35 (f) In an effort to reduce its need for medium security beds, the  
36 department shall review options to meet capacity needs in the most  
37 cost-efficient manner without compromising safety. The department  
38 shall at a minimum review its policies that determine custody levels,  
39 including examining other states' policies and determine costs to

1 convert any empty prison beds to medium security and possibilities to  
2 utilize local jail beds for this purpose. The department must  
3 evaluate the options on both a short-term and long-term basis against  
4 the cost and timing of any proposal to build a new prison facility.  
5 The department shall report its findings and recommendations to the  
6 appropriate committees of the legislature by December 1, 2015.

7 (g) Within the amounts provided in this section, the department  
8 of corrections shall explore entering into an interagency agreement  
9 with the University of Washington. The interagency agreement would  
10 allow the department to receive drug pricing under 340B of the public  
11 health services act for drug purchases associated with treating  
12 patients with hepatitis C or other diseases, whereby the university  
13 is acting as the covered entity or safety-net provider. In  
14 cooperation with the University of Washington, the department must  
15 provide an estimate of the fiscal impact of a successful agreement of  
16 this nature, to be included in the report provided to the legislature  
17 under section 606 of this act.

18 ~~((+i))~~ (h) \$454,000 of the general fund—state appropriation for  
19 fiscal year 2017 is provided solely for nonrepresented state  
20 employees in targeted state employee job classifications  
21 psychiatrist, psychiatric social worker, and psychologist as set  
22 forth in section 906 of this act.

23 ~~((+j))~~ (i) \$736,000 of the general fund—state appropriation for  
24 fiscal year 2017 is provided solely for the implementation of a  
25 memorandum of understanding between the governor and the teamsters  
26 union local 117, amending the collective bargaining agreement under  
27 chapter 41.80 RCW for the 2015-2017 fiscal biennium as set forth in  
28 section 904 of this act, effective July 1, 2017. The legislature  
29 recognizes that the memorandum of understanding was necessitated by  
30 an emergency and an imminent jeopardy determination by the center for  
31 medicare and medicaid services that relates to the safety and health  
32 of clients and employees, which impacts the state employee job  
33 classifications of psychiatrist, psychiatric social worker, and  
34 psychologist at prison facilities.

35 (3) COMMUNITY SUPERVISION

36	General Fund—State Appropriation (FY 2016). . . . .	\$157,176,000
37	General Fund—State Appropriation (FY 2017). . . . .	<del>(((\$155,532,000))</del>
38		<u>\$167,402,000</u>
39	General Fund—Federal Appropriation. . . . .	\$995,000

1 TOTAL APPROPRIATION. . . . . ((~~\$313,703,000~~))  
2 \$325,573,000

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

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

16 (b) Within the amounts provided in this subsection, specific  
17 funding is provided to implement Senate Bill No. 5070 (supervision of  
18 domestic violence offenders).

19 (c) The department shall engage in ongoing mitigation strategies  
20 to reduce the costs associated with community supervision violators,  
21 including improvements in data collection and reporting and  
22 alternatives to short-term confinement for low-level violators.

23 (4) CORRECTIONAL INDUSTRIES

24 General Fund—State Appropriation (FY 2016). . . . . \$6,600,000  
25 General Fund—State Appropriation (FY 2017). . . . . (~~\$6,465,000~~)  
26 \$7,263,000  
27 TOTAL APPROPRIATION. . . . . ((~~\$13,065,000~~))  
28 \$13,863,000

29 (5) INTERAGENCY PAYMENTS

30 General Fund—State Appropriation (FY 2016). . . . . \$44,828,000  
31 General Fund—State Appropriation (FY 2017). . . . . \$42,246,000  
32 TOTAL APPROPRIATION. . . . . \$87,074,000

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

38 (6) OFFENDER CHANGE

1	General Fund—State Appropriation (FY 2016). . . . .	\$54,480,000
2	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$53,428,000)</del>
3		<u>\$53,218,000</u>
4	TOTAL APPROPRIATION. . . . .	<del>(\$107,908,000)</del>
5		<u>\$107,698,000</u>

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

8 (a) The department of corrections shall use funds appropriated in  
9 this subsection (6) for offender programming. The department shall  
10 develop and implement a written comprehensive plan for offender  
11 programming that prioritizes programs which follow the risk-needs-  
12 responsivity model, are evidence-based, and have measurable outcomes.  
13 The department is authorized to discontinue ineffective programs and  
14 to repurpose underspent funds according to the priorities in the  
15 written plan.

16 (b) Effective April 1, 2016, the regional support networks must  
17 subcontract with providers that have specialized expertise in the  
18 provision of outpatient chemical dependency treatment services to  
19 offenders who have been sentenced by a superior court to a term of  
20 community supervision by the department of corrections. The  
21 department of corrections and the department of social and health  
22 services must develop a memorandum of understanding for offenders on  
23 active supervision by the department who are eligible for chemical  
24 dependency programming and to ensure that manualized evidence-based  
25 treatment services funded by these agencies are coordinated, do not  
26 result in duplication of services, and maintain access and quality of  
27 care for the individuals being served.

28 (c) The department of corrections shall implement and make  
29 necessary changes to policies and practices to assist eligible needs-  
30 assessed offenders within the community with access to outpatient  
31 chemical dependency treatment services through the behavioral health  
32 organizations and early adopters.

33 **Sec. 1220.** 2016 sp.s. c 36 s 221 (uncodified) is amended to read  
34 as follows:

35 **FOR THE DEPARTMENT OF SERVICES FOR THE BLIND**

36	General Fund—State Appropriation (FY 2016). . . . .	\$2,294,000
37	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$2,728,000)</del>
38		<u>\$2,739,000</u>

1	General Fund—Federal Appropriation. . . . .	(( <del>\$23,163,000</del> ))
2		<u>\$23,206,000</u>
3	General Fund—Private/Local Appropriation. . . . .	\$60,000
4	TOTAL APPROPRIATION. . . . .	(( <del>\$28,245,000</del> ))
5		<u>\$28,299,000</u>

(End of part)

PART XIII  
NATURAL RESOURCES

Sec. 1301. 2016 sp.s. c 36 s 301 (uncodified) is amended to read as follows:

**FOR THE COLUMBIA RIVER GORGE COMMISSION**

General Fund—State Appropriation (FY 2016)	\$464,000
General Fund—State Appropriation (FY 2017)	<del>(\$476,000)</del>
	<u>\$479,000</u>
General Fund—Federal Appropriation	\$32,000
General Fund—Private/Local Appropriation	<del>(\$906,000)</del>
	<u>\$909,000</u>
TOTAL APPROPRIATION.	<del>(\$1,878,000)</del>
	<u>\$1,884,000</u>

Sec. 1302. 2016 sp.s. c 36 s 302 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF ECOLOGY**

General Fund—State Appropriation (FY 2016)	\$24,537,000
General Fund—State Appropriation (FY 2017)	<del>(\$24,623,000)</del>
	<u>\$24,552,000</u>
General Fund—Federal Appropriation	\$103,782,000
General Fund—Private/Local Appropriation	\$22,396,000
Reclamation Account—State Appropriation	\$4,703,000
Flood Control Assistance Account—State Appropriation	<del>(\$2,069,000)</del>
	<u>\$1,989,000</u>
State Emergency Water Projects Revolving Account—State Appropriation	\$40,000
Waste Reduction/Recycling/Litter Control—State Appropriation	<del>(\$13,290,000)</del>
	<u>\$13,279,000</u>
State Drought Preparedness Account—State Appropriation	\$872,000
State and Local Improvements Revolving Account (Water Supply Facilities)—State Appropriation	\$150,000
Aquatic Algae Control Account—State Appropriation	\$518,000
Water Rights Tracking System Account—State Appropriation	\$446,000
Site Closure Account—State Appropriation	\$578,000
Wood Stove Education and Enforcement Account—State Appropriation	\$547,000

1	Worker and Community Right-to-Know Account—State	
2	Appropriation . . . . .	\$1,792,000
3	Water Rights Processing Account—State Appropriation . . . . .	\$39,000
4	State Toxics Control Account—State Appropriation . . . . .	<del>(\$123,470,000)</del>
5		<u>\$123,321,000</u>
6	State Toxics Control Account—Private/Local	
7	Appropriation . . . . .	\$499,000
8	Local Toxics Control Account—State Appropriation . . . . .	<del>(\$4,527,000)</del>
9		<u>\$4,523,000</u>
10	Water Quality Permit Account—State Appropriation . . . . .	<del>(\$44,673,000)</del>
11		<u>\$44,614,000</u>
12	Underground Storage Tank Account—State Appropriation . . . . .	<del>(\$3,546,000)</del>
13		<u>\$3,493,000</u>
14	Biosolids Permit Account—State Appropriation . . . . .	\$2,108,000
15	Environmental Legacy Stewardship Account—State	
16	Appropriation . . . . .	<del>(\$36,091,000)</del>
17		<u>\$36,052,000</u>
18	Hazardous Waste Assistance Account—State	
19	Appropriation . . . . .	<del>(\$6,149,000)</del>
20		<u>\$6,138,000</u>
21	Radioactive Mixed Waste Account—State Appropriation . . . . .	<del>(\$15,968,000)</del>
22		<u>\$15,944,000</u>
23	Air Pollution Control Account—State Appropriation . . . . .	<del>(\$3,985,000)</del>
24		<u>\$3,605,000</u>
25	Oil Spill Prevention Account—State Appropriation . . . . .	<del>(\$8,716,000)</del>
26		<u>\$8,705,000</u>
27	Air Operating Permit Account—State Appropriation . . . . .	<del>(\$3,233,000)</del>
28		<u>\$3,192,000</u>
29	Freshwater Aquatic Weeds Account—State Appropriation . . . . .	\$1,439,000
30	Oil Spill Response Account—State Appropriation . . . . .	\$7,076,000
31	Water Pollution Control Revolving Administration	
32	Account—State Appropriation . . . . .	\$579,000
33	Water Pollution Control Revolving Account—State	
34	Appropriation . . . . .	\$493,000
35	Water Pollution Control Revolving Account—Federal	
36	Appropriation . . . . .	\$2,336,000
37	TOTAL APPROPRIATION. . . . .	<del>(\$465,270,000)</del>
38		<u>\$464,337,000</u>



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

3 (1) \$170,000 of the oil spill prevention account—state  
4 appropriation is provided solely for a contract with the University  
5 of Washington's sea grant program to continue an educational program  
6 targeted to small spills from commercial fishing vessels, ferries,  
7 cruise ships, ports, and marinas.

8 (2) \$495,000 of the state toxics control account—state  
9 appropriation and \$625,000 of the local toxics control account—state  
10 appropriation is provided solely for the expansion of the local  
11 source control program by adding additional capacity in the Columbia  
12 River basin and Clark county.

13 (3) \$310,000 of the state toxics control account—state  
14 appropriation is provided solely for the Spokane river regional  
15 toxics task force to address elevated levels of polychlorinated  
16 biphenyls in the Spokane river.

17 (4) Within the amounts appropriated in this section, the  
18 department shall conduct a stakeholder process with the department of  
19 fish and wildlife to develop recommendations to restructure the fees  
20 under RCW 90.16.050 and report to the appropriate committees of the  
21 legislature by December 1, 2015.

22 (5) \$1,044,000 of the oil spill prevention account—state  
23 appropriation is provided solely for the implementation of chapter  
24 274, Laws of 2015 (ESHB 1449).

25 (6) \$3,883,000 of the state toxics control account—state  
26 appropriation is provided solely for the implementation of Engrossed  
27 Second Substitute House Bill No. 1472 (chemical action plans), Second  
28 Substitute Senate Bill No. 5056 (safer chemicals/action plans),  
29 Substitute Senate Bill No. 6131 (safer chemicals), or any of these.  
30 If none of these bills are enacted by July 10, 2015, the amount  
31 provided in this subsection shall lapse.

32 (7) \$134,000 of the general fund—state appropriation for fiscal  
33 year 2016 is provided solely for implementation of chapter 144, Laws  
34 of 2015 (SHB 1851).

35 (8) \$135,000 of the general fund—state appropriation for fiscal  
36 year 2016 and \$135,000 of the general fund—state appropriation for  
37 fiscal year 2017 are provided solely for the Walla Walla watershed  
38 management partnership to address water resource and management  
39 issues in the Walla Walla watershed.

1 (9)(a) \$14,000,000 of the general fund—state appropriation for  
2 fiscal year 2016 and \$14,000,000 of the general fund—state  
3 appropriation for fiscal year 2017 are for activities within the  
4 water resources program.

5 (b) Of the amounts provided in (a) of this subsection, \$500,000  
6 of the general fund—state appropriation for fiscal year 2017 is  
7 provided solely for processing water right permit applications only  
8 if the department of ecology issues at least five hundred water right  
9 decisions in fiscal year 2016. If the department of ecology does not  
10 issue at least five hundred water right decisions in fiscal year  
11 2016, the amount provided in this subsection shall lapse and remain  
12 unexpended. Permit decisions for the Columbia river basin count  
13 toward the five hundred water rights decisions under this subsection.  
14 The department of ecology shall submit a report to the office of  
15 financial management and the state treasurer by June 30, 2016, that  
16 documents whether five hundred water right decisions were issued in  
17 fiscal year 2016. For the purposes of this subsection, applications  
18 that are voluntarily withdrawn by an applicant do not count towards  
19 the five hundred water right decision requirement. For the purposes  
20 of water budget-neutral requests under chapter 173-539A WAC, multiple  
21 domestic connections authorized within a single water budget-neutral  
22 decision are considered one decision for the purposes of this  
23 subsection.

24 (10) Within the amounts appropriated in this section, the  
25 department must evaluate mitigation options for domestic water use in  
26 areas of the Yakima basin for which mitigation water is unavailable  
27 and access to water from water banks is unsuitable. The department  
28 must recommend solutions for providing mitigation water for domestic  
29 use in such areas. A report of the department's findings must be  
30 provided to the legislature by December 1, 2015.

31 (11) \$319,000 of the general fund—state appropriation for fiscal  
32 year 2017, \$56,000 of the waste reduction, recycling, and litter  
33 control account—state appropriation, \$806,000 of the state toxics  
34 control account—state appropriation, \$281,000 of the water quality  
35 permit account—state appropriation, \$188,000 of the environmental  
36 legacy stewardship account—state appropriation, \$56,000 of the  
37 hazardous waste assistance account—state appropriation, \$113,000 of  
38 the radioactive mixed waste account—state appropriation, and \$56,000  
39 of the oil spill prevention account—state appropriation are provided

1 solely for the attendance tracking replacement system project, and  
2 are subject to the same conditions, limitations and review provided  
3 in section 705 (4) through (6), chapter 4, Laws of 2015 3rd sp. sess.  
4 (Engrossed Substitute Senate Bill No. 6052).

5 (12) Within the amounts appropriated in this section, the  
6 director of the department, working with the commissioner of public  
7 lands, shall conduct a management review of the joint federal and  
8 state dredged material management program and recommend and, as  
9 appropriate, implement actions designed to ensure that the program is  
10 functioning to facilitate the disposal of dredged material at open  
11 water disposal sites using methods that are protective of human  
12 health and in compliance with applicable federal and state  
13 environmental laws, regulations, and permit requirements. The  
14 director and commissioner shall report findings and proposed actions  
15 to the relevant committees of the legislature no later than November  
16 1, 2016. The director and commissioner shall consider input and  
17 perspectives from tribal governments and agencies that issue permits  
18 for open water disposal of dredged material in Puget Sound, including  
19 the department of natural resources, the department of ecology, the  
20 United States environmental protection agency, and the United States  
21 army corps of engineers. This review shall include, but is not  
22 limited to: (a) The extent to which current operations, policies, and  
23 decisions of the dredged material management program provide for  
24 dredging actions necessary to maintain navigation and commerce; (b)  
25 determining what regulatory flexibility exists to allow open water  
26 disposal of dredged materials in a manner that will protect human  
27 health and the environment; and (c) an evaluation of the dredged  
28 material management program's decision-making process and policies to  
29 ensure that existing regulatory flexibility is appropriately used and  
30 that appropriate management and oversight is incorporated.

31 (13) \$25,000 of the reclamation account—state appropriation is  
32 provided solely for implementation of Substitute House Bill No. 1130  
33 (water power license fees). If the bill is not enacted by June 30,  
34 2016, the amount provided in this subsection shall lapse.

35 ~~((15))~~ (14) During the 2015-2017 fiscal biennium, the  
36 department shall not retain fees in excess of the estimated amount  
37 necessary to cover the agency's administrative costs related to the  
38 mercury light stewardship program under chapter 70.275 RCW. The  
39 department shall refund any fees collected in excess of those

1 administrative costs to any approved stewardship organization under  
2 chapter 70.275 RCW.

3 ~~((16))~~ (15) For the purposes of evaluating the requirements of  
4 RCW 70.95.290, the department, in consultation with the Washington  
5 materials management and financing authority, shall, within existing  
6 resources, report to the appropriate committees of the legislature on  
7 whether the department and the Washington materials management and  
8 financing authority have utilized existing infrastructure for the  
9 collection of electronics. In its report, the department, in  
10 consultation with the Washington materials management and financing  
11 authority, must report on the location and number of new programs  
12 created and depot systems developed since 2006 for the purpose of  
13 collecting electronics, how many existing collections sites have been  
14 utilized, as well as how many curbside collection companies were  
15 contracted with for collection of electronics. The department must  
16 submit the report to the appropriate committees of the legislature no  
17 later than September 1, 2016.

18 ~~((17))~~ (16) \$22,000 of the general fund—state appropriation for  
19 fiscal year 2016 and \$50,000 of the general fund—state appropriation  
20 for fiscal year 2017 are provided solely for the implementation of  
21 Engrossed Senate Bill No. 6589 (water storage/exempt wells). If the  
22 bill is not enacted by June 30, 2016, the amounts provided in this  
23 subsection shall lapse.

24 ~~((18))~~ (17) \$300,000 of the state toxics control account—state  
25 appropriation is provided solely for the hazardous waste and toxics  
26 reduction program and is contingent on the implementation of section  
27 3 of Engrossed Substitute House Bill No. 2545 (flame retardant  
28 chemicals). If the bill is not enacted by June 30, 2016, the amount  
29 provided in this subsection shall lapse.

30 **Sec. 1303.** 2016 sp.s. c 36 s 303 (uncodified) is amended to read  
31 as follows:

32 **FOR THE STATE PARKS AND RECREATION COMMISSION**

33 General Fund—State Appropriation (FY 2016)	. . . . .	\$10,558,000
34 General Fund—State Appropriation (FY 2017)	. . . . .	\$11,109,000
35 General Fund—Federal Appropriation	. . . . .	\$6,920,000
36 Winter Recreation Program Account—State Appropriation	. . . . .	\$3,309,000
37 ORV and Nonhighway Vehicle Account—State Appropriation	. . . . .	\$231,000
38 Snowmobile Account—State Appropriation	. . . . .	<del>(\$5,824,000)</del>

1		<u>\$4,300,000</u>
2	Aquatic Lands Enhancement Account—State Appropriation . . .	\$369,000
3	Recreation Access Pass Account—State	
4	Appropriation. . . . .	(( <del>\$250,000</del> ))
5		<u>\$200,000</u>
6	Parks Renewal and Stewardship Account—State	
7	Appropriation . . . . .	(( <del>\$131,357,000</del> ))
8		<u>\$129,082,000</u>
9	Parks Renewal and Stewardship Account—Private/Local	
10	Appropriation . . . . .	\$318,000
11	TOTAL APPROPRIATION. . . . .	(( <del>\$170,245,000</del> ))
12		<u>\$166,396,000</u>

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

15       (1) \$79,000 of the general fund—state appropriation for fiscal  
16 year 2016, \$79,000 of the general fund—state appropriation for fiscal  
17 year 2017, \$25,000 of the snowmobile account—state appropriation, and  
18 \$25,000 of the winter recreation program account—state appropriation  
19 are provided solely for a grant for the operation of the Northwest  
20 weather and avalanche center.

21       (2) \$100,000 of the general fund—state appropriation for fiscal  
22 year 2016 and \$100,000 of the general fund—state appropriation for  
23 fiscal year 2017 are provided solely for the commission to pay  
24 assessments charged by local improvement districts.

25       (3) ((~~\$250,000~~)) \$200,000 of the recreation access pass account—  
26 state appropriation is provided solely for the commission, using its  
27 authority under RCW 79A.05.055(3) and in partnership with the  
28 department of fish and wildlife and the department of natural  
29 resources, to coordinate a process to develop options and  
30 recommendations to improve consistency, equity, and simplicity in  
31 recreational access fee systems while accounting for the fiscal  
32 health and stability of public land management. The process must be  
33 collaborative and include other relevant agencies and appropriate  
34 stakeholders. The commission must contract with the William D.  
35 Ruckelshaus Center or another neutral third party to facilitate  
36 meetings and discussions with parties involved in the process and  
37 provide a report to the appropriate committees of the legislature by  
38 December 1, 2017. The process must analyze and make recommendations  
39 on:

1 (a) Opportunities for federal and state recreational permit fee  
2 coordination, including the potential for developing a system that  
3 allows a single pass to provide access to federal and state lands;

4 (b) Opportunities to enhance consistency in the way state and  
5 federal recreational access fees apply to various types of  
6 recreational users, including those that travel to public lands by  
7 motor vehicle, boat, bicycle, foot, or another method; and

8 (c) Opportunities to develop a comprehensive and consistent  
9 statewide approach to recreational fee discounts and exemptions to  
10 social and other groups including, but not limited to, disabled  
11 persons, seniors, disabled veterans, foster families, low-income  
12 residents, and volunteers. This analysis must examine the cost of  
13 such a program, and should consider how recreational fee discounts  
14 fit into the broader set of benefits provided by the state to these  
15 social groups. This includes a review of the efficacy, purpose, and  
16 cost of existing recreational fee discounts and exemptions, as well  
17 as opportunities for new or modified social group discounts and  
18 exemptions. The department of veterans affairs and the department of  
19 social and health services must be included in this portion of the  
20 process.

21 (4) \$100,000 of the parks renewal and stewardship account—state  
22 appropriation is provided solely for conducting noxious weed  
23 treatment and vegetation management on the John Wayne pioneer trail  
24 to protect adjacent land owners from noxious weeds with priority in  
25 areas where there is adjacent agricultural use. Control of noxious  
26 weeds must follow an integrated pest management approach including  
27 the use of biological, chemical, and mechanical control prescriptions  
28 in accordance with chapter 17.15 RCW and consistent with state and  
29 county weed board requirements. The commission must report on its  
30 progress in meeting this requirement to the appropriate committees of  
31 the legislature by September 30, 2016.

32 (5) \$14,185,000 of the parks renewal and stewardship account—  
33 state appropriation is provided solely for expenditures related to  
34 state parks. Of this amount, \$11,614,000 is provided for maintenance  
35 and preservation activities, \$1,971,000 is provided for radio  
36 equipment and installation, \$300,000 is provided for firefighting  
37 vehicles, equipment, and supplies, and \$300,000 is provided for  
38 marketing activities.

1       **Sec. 1304.** 2016 sp.s. c 36 s 304 (uncodified) is amended to read  
2 as follows:

3       **FOR THE RECREATION AND CONSERVATION FUNDING BOARD**

4	General Fund—State Appropriation (FY 2016)	. . . . .	\$842,000
5	General Fund—State Appropriation (FY 2017)	. . . . .	<del>(\$818,000)</del>
6			<u>\$916,000</u>
7	General Fund—Federal Appropriation	. . . . .	\$3,536,000
8	General Fund—Private/Local Appropriation	. . . . .	\$24,000
9	Aquatic Lands Enhancement Account—State Appropriation	. . .	\$488,000
10	Firearms Range Account—State Appropriation	. . . . .	\$37,000
11	Recreation Resources Account—State Appropriation	. . .	<del>(\$3,263,000)</del>
12			<u>\$3,414,000</u>
13	NOVA Program Account—State Appropriation	. . . . .	\$1,014,000
14	TOTAL APPROPRIATION.	. . . . .	<del>(\$10,022,000)</del>
15			<u>\$10,271,000</u>

16       **Sec. 1305.** 2016 sp.s. c 36 s 305 (uncodified) is amended to read  
17 as follows:

18       **FOR THE ENVIRONMENTAL AND LAND USE HEARINGS OFFICE**

19	General Fund—State Appropriation (FY 2016)	. . . . .	\$2,149,000
20	General Fund—State Appropriation (FY 2017)	. . . . .	<del>(\$2,175,000)</del>
21			<u>\$2,186,000</u>
22	TOTAL APPROPRIATION.	. . . . .	<del>(\$4,324,000)</del>
23			<u>\$4,335,000</u>

24       **Sec. 1306.** 2016 sp.s. c 36 s 306 (uncodified) is amended to read  
25 as follows:

26       **FOR THE CONSERVATION COMMISSION**

27	General Fund—State Appropriation (FY 2016)	. . . . .	\$6,778,000
28	General Fund—State Appropriation (FY 2017)	. . . . .	<del>(\$6,848,000)</del>
29			<u>\$6,865,000</u>
30	General Fund—Federal Appropriation	. . . . .	\$2,301,000
31	Public Works Assistance Account—State Appropriation.	. . .	\$7,600,000
32	Disaster Response Account—State Appropriation.	. . . . .	\$7,800,000
33	State Toxics Control Account—State Appropriation	. . . . .	\$1,000,000
34	TOTAL APPROPRIATION.	. . . . .	<del>(\$32,327,000)</del>
35			<u>\$32,344,000</u>

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

1 (1) \$7,600,000 of the public works assistance account—state  
2 appropriation is provided solely for implementation of the voluntary  
3 stewardship program. This amount may not be used to fund agency  
4 indirect and administrative expenses.

5 (2) \$6,800,000 of the disaster response account—state  
6 appropriation is provided solely to protect water quality, stabilize  
7 soil, prevent crop damage, replace fencing and help landowners  
8 recover from losses sustained from wildfires. \$300,000 of this amount  
9 shall be provided to the Okanogan county noxious weed control board  
10 to control weeds and revegetate lands damaged by wildfires.

11 (3) \$1,000,000 of the disaster response account—state  
12 appropriation is provided solely for the commission to provide to  
13 conservation districts for the firewise program.

14 (4)(a) \$50,000 of the general fund—state appropriation for fiscal  
15 year 2017 is provided solely for the commission to convene and  
16 facilitate a food policy forum. The director of the commission is  
17 responsible for appointing participating members of the food policy  
18 forum in consultation with the director of the department of  
19 agriculture. In making appointments, the director of the commission  
20 must attempt to ensure a diversity of knowledge, experience, and  
21 perspectives by building on the representation established by the  
22 food system roundtable initiated by executive order No. 10-02.

23 (b) In addition to members appointed by the director of the state  
24 conservation commission, four legislators may serve on the food  
25 policy forum in an ex officio capacity. Legislative participants must  
26 be appointed as follows:

27 (i) The speaker of the house of representatives shall appoint one  
28 member from each of the two largest caucuses of the house of  
29 representatives; and

30 (ii) The president of the senate shall appoint one member from  
31 each of the two largest caucuses of the senate.

32 (c) The commission shall coordinate with the office of farmland  
33 preservation and the department of agriculture to avoid duplication  
34 of effort. The commission must report to the appropriate committees  
35 of the legislature, consistent with RCW 43.01.036, with the forum's  
36 recommendations by October 31, 2017.

37 **Sec. 1307.** 2016 sp.s. c 36 s 307 (uncodified) is amended to read  
38 as follows:



1	<b>FOR THE DEPARTMENT OF FISH AND WILDLIFE</b>	
2	General Fund—State Appropriation (FY 2016) . . . . .	\$37,599,000
3	General Fund—State Appropriation (FY 2017) . . . . .	<del>(\$39,435,000)</del>
4		<u>\$39,598,000</u>
5	General Fund—Federal Appropriation . . . . .	<del>(\$113,956,000)</del>
6		<u>\$114,877,000</u>
7	General Fund—Private/Local Appropriation . . . . .	\$61,739,000
8	ORV and Nonhighway Vehicle Account—State Appropriation . . .	\$425,000
9	Aquatic Lands Enhancement Account—State	
10	Appropriation . . . . .	<del>(\$11,627,000)</del>
11		<u>\$11,327,000</u>
12	Recreational Fisheries Enhancement—State	
13	Appropriation . . . . .	\$2,997,000
14	Disaster Response Account—State Appropriation . . . . .	\$642,000
15	Warm Water Game Fish Account—State Appropriation . . .	<del>(\$2,738,000)</del>
16		<u>\$2,538,000</u>
17	Eastern Washington Pheasant Enhancement Account—State	
18	Appropriation . . . . .	\$850,000
19	Aquatic Invasive Species Enforcement Account—State	
20	Appropriation . . . . .	\$219,000
21	Aquatic Invasive Species Prevention Account—State	
22	Appropriation . . . . .	\$778,000
23	State Wildlife Account—State Appropriation . . . . .	\$117,456,000
24	Special Wildlife Account—State Appropriation . . . . .	<del>(\$313,000)</del>
25		<u>\$1,801,000</u>
26	Special Wildlife Account—Federal Appropriation . . . . .	\$500,000
27	Special Wildlife Account—Private/Local Appropriation . . .	\$3,517,000
28	Wildlife Rehabilitation Account—State Appropriation . . . .	\$359,000
29	Hydraulic Project Approval Account—State Appropriation . . .	\$669,000
30	Environmental Legacy Stewardship Account—State	
31	Appropriation . . . . .	\$2,814,000
32	Regional Fisheries Enhancement Salmonid Recovery Account—	
33	Federal Appropriation . . . . .	\$5,001,000
34	Oil Spill Prevention Account—State Appropriation . . . . .	\$1,075,000
35	Oyster Reserve Land Account—State Appropriation . . . . .	\$779,000
36	TOTAL APPROPRIATION. . . . .	<del>(\$405,488,000)</del>
37		<u>\$407,560,000</u>

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

3       (1) \$344,000 of the general fund—state appropriation for fiscal  
4 year 2017 is provided solely to pay for emergency fire suppression  
5 costs. This amount may not be used to fund agency indirect and  
6 administrative expenses.

7       (2) \$596,000 of the general fund—state appropriation for fiscal  
8 year 2016 and \$596,000 of the general fund—state appropriation for  
9 fiscal year 2017 are provided solely for weed assessments and for  
10 payments in lieu of real property taxes to counties that elect to  
11 receive the payments for department owned game lands within the  
12 county.

13       (3) \$300,000 of the aquatic lands enhancement account—state  
14 appropriation is provided solely for the aquatic invasive species and  
15 ballast water programs to address voluntary compliance and watercraft  
16 check stations and develop recommendations for future funding and the  
17 transition to new federal ballast water regulations. These  
18 recommendations shall be provided to the governor and legislature by  
19 June 1, 2016.

20       (4) Prior to submitting its 2017-2019 biennial operating and  
21 capital budget requests related to state fish hatcheries to the  
22 office of financial management, the department shall contract with  
23 the hatchery scientific review group (HSRG) to review the proposed  
24 requests. This review shall: (a) Determine if the proposed requests  
25 are consistent with HSRG recommendations; (b) prioritize the  
26 components of the requests based on their contributions to protecting  
27 wild salmonid stocks and meeting the recommendations of the HSRG; and  
28 (c) evaluate whether the proposed requests are being made in the most  
29 cost effective manner. The department shall provide a copy of the  
30 HSRG review to the office of financial management with its agency  
31 budget proposal.

32       (5) \$400,000 of the general fund—state appropriation for fiscal  
33 year 2016 and \$400,000 of the general fund—state appropriation for  
34 fiscal year 2017 are provided solely for a state match to support the  
35 Puget Sound nearshore partnership between the department and the  
36 United States army corps of engineers. Prior to implementation of any  
37 Puget Sound nearshore ecosystem restoration projects in Whatcom  
38 county, the department must consult with and seek, to the maximum  
39 extent practicable, consensus on those projects among appropriate

1 landowners, federally recognized Indian tribes, agencies, and  
2 community and interest groups.

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

8 (7) Within the amounts appropriated in this section, the  
9 department shall conduct a stakeholder process with the department of  
10 ecology to develop recommendations to restructure the fees under RCW  
11 90.16.050 and report to the appropriate committees of the legislature  
12 by December 1, 2015.

13 (8) The department shall maintain a working capital reserve in  
14 the nonrestricted portion of the state wildlife account of no more  
15 than five percent of projected expenses in the nonrestricted portion  
16 of the account.

17 (9) \$72,000 of the oil spill prevention account—state  
18 appropriation is provided solely for implementation of chapter 274,  
19 Laws of 2015 (ESHB 1449).

20 (10) \$352,000 of the general fund—state appropriation for fiscal  
21 year 2016 and \$351,000 of the general fund—state appropriation for  
22 fiscal year 2017 are provided solely for the implementation of  
23 chapter 191, Laws of 2015 (SSB 5166).

24 (11) \$642,000 of the disaster response account—state  
25 appropriation is provided solely for wildland fire restoration  
26 activities on state wildlife areas.

27 (12) \$100,000 of the general fund—state appropriation for fiscal  
28 year 2016 and \$375,000 of the general fund—state appropriation for  
29 fiscal year 2017 are provided solely for the department to establish  
30 a work unit to engage and empower diverse stakeholders in decisions  
31 about fish and wildlife.

32 (13) \$300,000 of the general fund—state appropriation for fiscal  
33 year 2017 is provided solely to fund cost share partnerships between  
34 the department and landowners via livestock damage prevention  
35 cooperative agreements. The agreements are part of the department's  
36 efforts to help landowners implement measures to reduce the potential  
37 for wolf-livestock conflict.

1 (14) \$25,000 of the general fund—state appropriation for fiscal  
2 year 2017 is provided solely to pay claims for confirmed cougar  
3 depredations on livestock.

4 (15) \$225,000 of the general fund—state appropriation for fiscal  
5 year 2017 is provided solely for operations at Naselle Hatchery. Any  
6 increase in hatchery fish production is contingent upon hatchery  
7 reform broodstock standards being met and state fisheries being  
8 managed to conserve wild fish populations.

9 (16) \$25,000 of the general fund—state appropriation for fiscal  
10 year 2016 and \$25,000 of the general fund—state appropriation for  
11 fiscal year 2017 are provided solely to the Northwest straits  
12 commission for assistance in conducting and evaluating the forage  
13 fish surveys in Puget Sound.

14 (17) \$100,000 of the state wildlife account—state appropriation  
15 is provided solely for ongoing department efforts to address elk hoof  
16 disease including monitoring prevalence in affected areas, evaluating  
17 survival of affected elk, and assessing management options in  
18 affected areas.

19 (18) The governor shall convene a government-to-government  
20 meeting between the department and federally recognized Indian tribes  
21 to discuss and develop a protocol regarding enforcement actions  
22 related to hunting activities by tribal members on lands where the  
23 member's tribe has a treaty or other federally recognized right to  
24 hunt.

25 **Sec. 1308.** 2016 sp.s. c 36 s 308 (uncodified) is amended to read  
26 as follows:

27 **FOR THE DEPARTMENT OF NATURAL RESOURCES**

28	General Fund—State Appropriation (FY 2016)	. . . . .	\$30,402,000
29	General Fund—State Appropriation (FY 2017)	. . . . .	<del>(\$49,478,000)</del>
30			<u>\$53,335,000</u>
31	General Fund—Federal Appropriation	. . . . .	<del>(\$30,079,000)</del>
32			<u>\$30,631,000</u>
33	General Fund—Private/Local Appropriation	. . . . .	\$2,372,000
34	Forest Development Account—State Appropriation	. . . . .	\$53,786,000
35	ORV and Nonhighway Vehicle Account—State		
36	Appropriation	. . . . .	\$6,655,000
37	Surveys and Maps Account—State Appropriation	. . . . .	\$4,502,000
38	Aquatic Lands Enhancement Account—State		

1	Appropriation . . . . .	\$8,743,000
2	Resources Management Cost Account—State	
3	Appropriation . . . . .	\$119,872,000
4	Surface Mining Reclamation Account—State	
5	Appropriation . . . . .	\$3,960,000
6	Disaster Response Account—State Appropriation. . . . .	\$16,601,000
7	Forest and Fish Support Account—State Appropriation. . . . .	\$10,129,000
8	Aquatic Land Dredged Material Disposal Site Account—State	
9	Appropriation. . . . .	\$401,000
10	Natural Resources Conservation Areas Stewardship Account—State	
11	Appropriation . . . . .	\$34,000
12	Marine Resources Stewardship Trust Account—State	
13	Appropriation . . . . .	\$925,000
14	State Toxics Control Account—State Appropriation. . . . .	\$5,438,000
15	Forest Practices Application Account—State	
16	Appropriation . . . . .	\$1,971,000
17	Environmental Legacy Stewardship Account—State	
18	Appropriation. . . . .	\$1,004,000
19	Air Pollution Control Account—State Appropriation . . . . .	<del>(\$817,000)</del>
20		<u>\$717,000</u>
21	NOVA Program Account—State Appropriation . . . . .	\$696,000
22	Derelict Vessel Removal Account—State Appropriation . . . . .	\$1,931,000
23	Community Forest Trust Account—State Appropriation. . . . .	\$26,000
24	Agricultural College Trust Management Account—State	
25	Appropriation . . . . .	\$2,879,000
26	TOTAL APPROPRIATION. . . . .	<del>(\$352,701,000)</del>
27		<u>\$357,010,000</u>

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

30 (1) \$1,420,000 of the general fund—state appropriation for fiscal  
31 year 2016 and \$1,352,000 of the general fund—state appropriation for  
32 fiscal year 2017 are provided solely for deposit into the  
33 agricultural college trust management account and are provided solely  
34 to manage approximately 70,700 acres of Washington State University's  
35 agricultural college trust lands.

36 (2) ~~(\$15,530,000)~~ \$19,387,000 of the general fund—state  
37 appropriation for fiscal year 2017 and \$10,525,000 of the disaster  
38 response account—state appropriation are provided solely for

1 emergency fire suppression. The general fund—state appropriation and  
2 disaster response account—state appropriation provided in this  
3 subsection may not be used to fund agency indirect and administrative  
4 expenses. Agency indirect and administrative costs shall be allocated  
5 among the agency's remaining accounts and appropriations. The  
6 department of natural resources shall submit a quarterly report to  
7 the office of financial management and the legislative fiscal  
8 committees detailing information on current and planned expenditures  
9 from the disaster response account. This work shall be done in  
10 coordination with the military department.

11 (3) \$5,000,000 of the forest and fish support account—state  
12 appropriation is provided solely for outcome-based, performance  
13 contracts with tribes to participate in the implementation of the  
14 forest practices program. Contracts awarded may only contain indirect  
15 costs set at or below the rate in the contracting tribe's indirect  
16 cost agreement with the federal government. If federal funding for  
17 this purpose is reinstated, the amount provided in this subsection  
18 shall lapse.

19 (4) \$925,000 of the marine resources stewardship trust account—  
20 state appropriation is provided solely for implementation of priority  
21 marine management planning efforts including mapping activities,  
22 ecological assessment, data tools, and stakeholder engagement.

23 (5) \$440,000 of the state general fund—state appropriation for  
24 fiscal year 2016 and \$440,000 of the state general fund—state  
25 appropriation for fiscal year 2017 are provided solely for forest  
26 work crews that support correctional camps and are contingent upon  
27 continuing operations of the Naselle youth camp.

28 (6) \$2,390,000 of the general fund—state appropriation for fiscal  
29 year 2016 and \$2,390,000 of the general fund—state appropriation for  
30 fiscal year 2017 are provided solely for the department to carry out  
31 the forest practices adaptive management program pursuant to RCW  
32 76.09.370 and the May 24, 2012, settlement agreement entered into by  
33 the department and the department of ecology. Scientific research  
34 must be carried out according to the master project schedule and work  
35 plan of cooperative monitoring, evaluation, and research priorities  
36 adopted by the forest practices board. The forest practices board  
37 shall submit a report to the legislature following review, approval,  
38 and solicitation of public comment on the cooperative monitoring,  
39 evaluation, and research master project schedule, to include:

1 Cooperative monitoring, evaluation, and research science and related  
2 adaptive management expenditure details, accomplishments, the use of  
3 cooperative monitoring, evaluation, and research science in decision-  
4 making, and funding needs for the coming biennium. The report shall  
5 be provided to the appropriate committees of the legislature by  
6 October 1, 2016.

7 (7) \$155,000 of the general fund—state appropriation for fiscal  
8 year 2016 and \$127,000 of the general fund—state appropriation for  
9 fiscal year 2017 are provided solely for ongoing law enforcement,  
10 which the department may contract with local law enforcement  
11 agencies, and for noxious weed control, forest fire protection  
12 assessment, and other management costs for the Teanaway community  
13 forest as provided in the Teanaway community forest management plan.

14 (8) The department shall maintain working capital reserves in the  
15 resource management cost account and the forest development account  
16 of no more than five percent of the amounts appropriated in each  
17 account.

18 (9) \$337,000 of the general fund—state appropriation for fiscal  
19 year 2016 and \$311,000 of the general fund—state appropriation for  
20 fiscal year 2017 are provided solely for implementation of chapter  
21 182, Laws of 2015 (ESHB 2093).

22 (10) \$1,200,000 of the disaster response account—state  
23 appropriation is provided solely for joint wildland fire training of  
24 department of natural resources, Washington national guard, local  
25 fire agency, and tribal firefighters. Of this amount, \$200,000 is  
26 provided solely to train local fire agencies on the use of  
27 firefighting equipment.

28 (11) \$215,000 of the disaster response account—state  
29 appropriation is provided solely for the department to develop a  
30 twenty-year strategic plan to treat areas of state forest land that  
31 have been identified by the department as being in poor health.

32 (12) \$629,000 of the disaster response account—state  
33 appropriation is provided solely for the department to update the  
34 smoke management plan in consultation with the department of ecology,  
35 other relevant state and federal agencies, and relevant stakeholders.

36 (13) \$696,000 of the disaster response account—state  
37 appropriation is provided solely to enhance the department's capacity  
38 to respond to large wildfires using in-state resources.

1 (14) \$443,000 of the disaster response account—state  
2 appropriation is provided solely to enhance capacity for aerial  
3 attack of wildfires. Within this amount, the department must develop  
4 a pre-certified list of aerial contractors that may be available for  
5 fire suppression in fire-prone areas and report the list to the  
6 appropriate committees of the legislature by December 1, 2016.

7 (15) \$1,000,000 of the disaster response account—state  
8 appropriation is provided solely to provide firefighting equipment to  
9 local fire agencies.

10 (16) \$417,000 of the disaster response account—state  
11 appropriation is provided solely for wildfire prevention education,  
12 community outreach programs, technical assistance to landowners; and  
13 to ensure landowner compliance with grant and contract requirements,  
14 burn permit conditions, and industrial fire precaution levels.

15 (17) \$569,000 of the disaster response account—state  
16 appropriation is provided solely for portable and mobile radios.

17 (18) \$700,000 of the resources management cost account—state  
18 appropriation is provided solely for fuel reduction and forest health  
19 activities on state lands.

20 (19) \$800,000 of the disaster response account—state  
21 appropriation is provided solely for implementation of Engrossed  
22 Substitute House Bill No. 2928 (outdoor burning). Of this amount, two  
23 percent is provided solely for the department's administrative costs,  
24 five percent is provided solely for the department to provide forest  
25 health collaboratives for burn technician costs, and ninety-three  
26 percent is provided solely for the department to provide forest  
27 health collaboratives for implementation of forest resiliency  
28 burning. The department shall direct the forest health collaboratives  
29 to complete the forest resiliency burning under this subsection by  
30 January 1, 2017. If the bill is not enacted by June 30, 2016, the  
31 amount provided in this subsection shall lapse.

32 (20) \$100,000 of the disaster response account—state  
33 appropriation is provided solely for fuel reduction and creating  
34 firebreaks in and around the city of Walla Walla's mill creek  
35 watershed.

36 (21) \$5,057 of the disaster response account—state appropriation  
37 is provided solely for the Asotin county sheriff's office for the  
38 grizzly bear complex fire.



1       **Sec. 1309.** 2016 sp.s. c 36 s 310 (uncodified) is amended to read  
2 as follows:

3       **FOR THE WASHINGTON POLLUTION LIABILITY INSURANCE PROGRAM**

4       Pollution Liability Insurance Program Trust Account—State

5       Appropriation . . . . .	(( <del>\$1,421,000</del> ))
6	<u>\$1,425,000</u>
7       Underground Storage Tank Revolving Account—State	
8       Appropriation. . . . .	\$5,000
9       TOTAL APPROPRIATION. . . . .	(( <del>\$1,426,000</del> ))
10	<u>\$1,430,000</u>

11       The appropriations in this section are subject to the following  
12 conditions and limitations: \$5,000 of the underground storage tank  
13 revolving account—state appropriation is provided solely for  
14 implementation of Substitute House Bill No. 2357 (pollution insurance  
15 agency). If the bill is not enacted by June 30, 2016, the amount  
16 provided in this subsection shall lapse.

17       **Sec. 1310.** 2016 sp.s. c 36 s 311 (uncodified) is amended to read  
18 as follows:

19       **FOR THE PUGET SOUND PARTNERSHIP**

20       General Fund—State Appropriation (FY 2016) . . . . .	\$2,333,000
21       General Fund—State Appropriation (FY 2017) . . . . .	(( <del>\$2,349,000</del> ))
22	<u>\$2,366,000</u>
23       General Fund—Federal Appropriation . . . . .	(( <del>\$9,955,000</del> ))
24	<u>\$8,964,000</u>
25       Aquatic Lands Enhancement Account—State	
26       Appropriation. . . . .	(( <del>\$2,119,000</del> ))
27	<u>\$2,122,000</u>
28       State Toxics Control Account—State Appropriation . . . . .	(( <del>\$705,000</del> ))
29	<u>\$707,000</u>
30       TOTAL APPROPRIATION. . . . .	(( <del>\$17,461,000</del> ))
31	<u>\$16,492,000</u>

32       The appropriations in this section are subject to the following  
33 conditions and limitations: By October 15, 2016, the Puget Sound  
34 partnership shall provide the governor a single, prioritized list of  
35 state agency 2017-2019 capital and operating budget requests related  
36 to Puget Sound restoration.

(End of part)

**PART XIV**  
**TRANSPORTATION**

**Sec. 1401.** 2016 sp.s. c 36 s 402 (uncodified) is amended to read as follows:

**FOR THE STATE PATROL**

General Fund—State Appropriation (FY 2016)	\$41,105,000
General Fund—State Appropriation (FY 2017)	<del>(\$39,566,000)</del>
	<u>\$47,151,000</u>
General Fund—Federal Appropriation	\$16,073,000
General Fund—Private/Local Appropriation	\$3,083,000
Death Investigations Account—State Appropriation	\$6,439,000
Enhanced 911 Account—State Appropriation	<del>(\$3,230,000)</del>
	<u>\$3,009,000</u>
County Criminal Justice Assistance Account—State Appropriation	\$3,532,000
Municipal Criminal Justice Assistance Account—State Appropriation	\$1,443,000
Fire Service Trust Account—State Appropriation	\$131,000
Vehicle License Fraud Account—State Appropriation	<del>(\$264,000)</del>
	<u>\$221,000</u>
Disaster Response Account—State Appropriation	\$8,000,000
Fire Service Training Account—State Appropriation	\$9,997,000
Aquatic Invasive Species Enforcement Account—State Appropriation	\$54,000
State Toxics Control Account—State Appropriation	\$532,000
Fingerprint Identification Account—State Appropriation	<del>(\$14,801,000)</del>
	<u>\$11,601,000</u>
TOTAL APPROPRIATION.	<del>(\$148,249,000)</del>
	<u>\$152,371,000</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

1 provide these services only to those districts that are located in  
2 counties without qualified review capabilities.

3 (2) \$8,000,000 of the disaster response account—state  
4 appropriation is provided solely for Washington state fire service  
5 resource mobilization costs incurred in response to an emergency or  
6 disaster authorized under RCW 43.43.960 through 43.43.964. The state  
7 patrol shall submit a report quarterly to the office of financial  
8 management and the legislative fiscal committees detailing  
9 information on current and planned expenditures from this account.  
10 This work shall be done in coordination with the military department.

11 (3) \$700,000 of the fire service training account—state  
12 appropriation is provided solely for the firefighter apprenticeship  
13 training program.

14 (4) (~~(\$3,230,000)~~) \$3,009,000 of the enhanced 911 account—state  
15 appropriation is provided solely for the first phase of the state  
16 patrol's plan to upgrade the criminal history system, and is subject  
17 to the same conditions, limitations and review provided in section  
18 705 (4) through (6) of this act.

19 (5) \$1,375,000 of the general fund—state appropriation for fiscal  
20 year 2016 and \$1,375,000 of the general fund—state appropriation for  
21 fiscal year 2017 are provided solely for implementation of chapter  
22 247, Laws of 2015 (Substitute House Bill No. 1068).

23 (~~(6) (~~(\$3,200,000 of the fingerprint investigation account—state~~~~  
24 ~~appropriation is provided solely for the second phase of the state~~  
25 ~~patrol's plan to upgrade the criminal history system, and is subject~~  
26 ~~to the same conditions, limitations and review provided in section~~  
27 ~~705 (4) through (6) of this act.~~

28 (+7)) Within amounts provided in this section, the Washington  
29 state patrol shall work with the consolidated technology services  
30 agency to explore the feasibility and appropriateness of using vacant  
31 data halls in the state data center as storage facilities for  
32 evidence collected by law enforcement agencies, including but not  
33 limited to the state patrol. The state patrol and the consolidated  
34 technology services agency shall develop a cost estimate for  
35 modifying the data center halls in order to fit this purpose. The  
36 state patrol shall submit a report on its findings to the governor  
37 and the appropriate committees of the legislature by December 1,  
38 2015.

1        ~~((+8))~~ (7) \$50,000 of the general fund—state appropriation for  
2 fiscal year 2016 and \$50,000 of the general fund—state appropriation  
3 for fiscal year 2017 are provided solely for the state patrol to pay  
4 assessments charged by local improvement districts.

5        ~~((+9))~~ (8) \$388,000 of the general fund—state appropriation for  
6 fiscal year 2017, \$9,000 of the vehicle license fraud account—state  
7 appropriation, and \$13,000 of the general fund—local appropriation  
8 are provided solely for implementation of Engrossed Second Substitute  
9 House Bill No. 2872 (WSP recruitment and retention). If the bill is  
10 not enacted by June 30, 2016, the amounts provided in this subsection  
11 shall lapse.

12        ~~((+10))~~ (9) The appropriations in this section include specific  
13 funds for the purpose of implementing Second Substitute House Bill  
14 No. 2530 (protecting victims of sex crimes).

(End of part)

**PART XV**  
**EDUCATION**

**Sec. 1501.** 2016 sp.s. c 36 s 501 (uncodified) is amended to read as follows:

**FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION**

General Fund—State Appropriation (FY 2016)	\$38,284,000
General Fund—State Appropriation (FY 2017)	\$46,199,000
General Fund—Federal Appropriation	<del>(\$67,169,000)</del>
	<u>\$70,169,000</u>
General Fund—Private/Local Appropriation	\$9,623,000
Washington Opportunity Pathways Account—State Appropriation	\$292,000
Dedicated Marijuana Account—State Appropriation (FY 2016)	\$251,000
Dedicated Marijuana Account—State Appropriation (FY 2017)	\$511,000
Performance Audits of Government Account—State Appropriation	\$208,000
TOTAL APPROPRIATION	<del>(\$162,537,000)</del>
	<u>\$165,537,000</u>

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

(1) \$10,152,000 of the general fund—state appropriation for fiscal year 2016 and \$10,410,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for the operation and expenses of the office of the superintendent of public instruction.

(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.

(b) 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.

(c) By September of each year, the office of the superintendent of public instruction shall produce an annual status report on implementation 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

1 of state staff funded by the proviso, number of contractors, status  
2 of proviso implementation, number of beneficiaries by year, list of  
3 beneficiaries, a comparison of budgeted funding and actual  
4 expenditures, other sources and amounts of funding, and proviso  
5 outcomes and achievements.

6 (d) The superintendent of public instruction, in consultation  
7 with the secretary of state, shall update the program prepared and  
8 distributed under RCW 28A.230.150 for the observation of temperance  
9 and good citizenship day to include providing an opportunity for  
10 eligible students to register to vote at school.

11 (e) Districts shall annually report to the office of the  
12 superintendent of public instruction on: (i) The annual number of  
13 graduating high school seniors within the district earning the  
14 Washington state seal of biliteracy provided in RCW 28A.300.575; and  
15 (ii) the number of high school students earning competency-based high  
16 school credits for world languages by demonstrating proficiency in a  
17 language other than English. The office of the superintendent of  
18 public instruction shall provide a summary report to the office of  
19 the governor and the appropriate committees of the legislature by  
20 December 1st of each year.

21 (2) \$1,017,000 of the general fund—state appropriation for fiscal  
22 year 2016 and \$857,000 of the general fund—state appropriation for  
23 fiscal year 2017 are provided solely for activities associated with  
24 the implementation of new school finance systems required by chapter  
25 236, Laws of 2010 (K-12 education funding) and chapter 548, Laws of  
26 2009 (state's education system), including technical staff, systems  
27 reprogramming, and workgroup deliberations, including the quality  
28 education council and the data governance working group.

29 (3) \$1,012,000 of the general fund—state appropriation for fiscal  
30 year 2016, \$851,000 of the general fund—state appropriation for  
31 fiscal year 2017, and \$161,000 of the Washington opportunity pathways  
32 account—state appropriation are provided solely for the operation and  
33 expenses of the state board of education, including basic education  
34 assistance activities. Of these amounts, \$161,000 of the general fund  
35 —state appropriation for fiscal year 2016 and \$161,000 of the  
36 Washington opportunity pathways account—state appropriation are  
37 provided solely for implementation of RCW 28A.710 as amended by  
38 Engrossed Second Substitute Senate Bill No. 6194 (public schools  
39 other than common schools).

1 (4) \$3,571,000 of the general fund—state appropriation for fiscal  
2 year 2016 and \$3,447,000 of the general fund—state appropriation for  
3 fiscal year 2017 are provided solely to the professional educator  
4 standards board for the following:

5 (a) \$1,050,000 in fiscal year 2016 and \$1,050,000 in fiscal year  
6 2017 are for the operation and expenses of the Washington  
7 professional educator standards board;

8 (b) \$2,372,000 of the general fund—state appropriation for fiscal  
9 year 2016 and \$2,372,000 of the general fund—state appropriation for  
10 fiscal year 2017 are for grants to improve preservice teacher  
11 training and for funding of alternative routes to certification  
12 programs administered by the professional educator standards board.  
13 Alternative routes programs include the pipeline for paraeducators  
14 program, the retooling to teach conditional loan programs, and the  
15 recruiting Washington teachers program. Within this subsection  
16 (4)(b), up to \$500,000 per fiscal year is available for grants to  
17 public or private colleges of education in Washington state to  
18 develop models and share best practices for increasing the classroom  
19 teaching experience of preservice training programs;

20 (c) \$25,000 of the general fund—state appropriation for fiscal  
21 year 2016 and \$25,000 of the general fund—state appropriation for  
22 fiscal year 2017 are provided solely for the professional educator  
23 standards board to develop educator interpreter standards and  
24 identify interpreter assessments that are available to school  
25 districts. Interpreter assessments should meet the following  
26 criteria: (A) Include both written assessment and performance  
27 assessment; (B) be offered by a national organization of professional  
28 sign language interpreters and transliterators; and (C) be designed  
29 to assess performance in more than one sign system or sign language.  
30 The board shall establish a performance standard, defining what  
31 constitutes a minimum assessment result, for each educational  
32 interpreter assessment identified. The board shall publicize the  
33 standards and assessments for school district use;

34 (d) \$124,000 of the general fund—state appropriation for fiscal  
35 year 2016 is provided solely for implementation of chapter 136, Laws  
36 of 2014 (paraeducator development).

37 (5) \$266,000 of the general fund—state appropriation for fiscal  
38 year 2016 and \$266,000 of the general fund—state appropriation for  
39 fiscal year 2017 are provided solely for the implementation of

1 chapter 240, Laws of 2010, including staffing the office of equity  
2 and civil rights.

3 (a) \$5,000 of the amounts provided in this subsection shall be  
4 provided to the Washington state school directors association for the  
5 creation of a model policy and procedures for language access by  
6 limited-English proficient parents. In developing the model policy  
7 and procedures, the school directors association shall consider any  
8 guidance materials created by the United States department of  
9 justice, the United States department of education, and the office of  
10 the superintendent of public instruction, regarding how school  
11 districts can effectively assess their language access needs and how  
12 to develop appropriately tailored language access plans. The model  
13 policy and procedures must at a minimum address:

14 (i) Guidance and procedures for timely and accurate  
15 identification of limited-English proficient parents and guardians  
16 and their language access needs;

17 (ii) A recommended process and procedures for when and how to  
18 access an interpreter;

19 (iii) A prohibition on the use of students or children as  
20 interpreters for school-related communications;

21 (iv) Procedures to ensure appropriate staff are aware of parents'  
22 or guardians' need for language assistance, including guidance for  
23 all school administrators, teachers, and other appropriate staff  
24 regarding when and how to access an interpreter or translation  
25 services in a timely manner; and

26 (v) A process for communicating with parents and guardians about  
27 their rights under federal and state law to be provided with  
28 accessible information that allows them to make informed choices  
29 regarding their child's education and how to access the resources and  
30 services available to them.

31 (b) Within the amounts provided in this subsection, the office of  
32 the superintendent of public instruction shall:

33 (i) Convene an advisory committee with representatives of  
34 parents, school administrators, school principals, classified and  
35 certificated staff, and other appropriate parties with interest in  
36 language access for limited-English parents to develop sample  
37 materials for school districts to disseminate to both school  
38 employees and parents regarding parents' rights under the model  
39 policy developed by the Washington state school directors'  
40 association and the resources available to assist parents and



1 guardians in accessing the services available to them. The sample  
2 materials must be developed by July 1, 2016;

3 (ii) Maintain and have available upon request a list of school  
4 districts that have and have not adopted the Washington state school  
5 directors' association's model policy;

6 (iii) Adopt rules regarding school districts' communication of  
7 the language access policy and procedure to parents, students,  
8 employees, and volunteers; and

9 (iv) Publish to the agency web site a listing of language access  
10 services providers available to school districts, including but not  
11 limited to, the telephonic, in-person, or video-remote interpreter  
12 services vendors on contract with the state of Washington, including  
13 contact information and training programs that are available to  
14 support school districts in preparing employees for how to access and  
15 effectively use an interpreter.

16 (6) \$50,000 of the general fund—state appropriation for fiscal  
17 year 2016 and \$50,000 of the general fund—state appropriation for  
18 fiscal year 2017 are provided solely for the ongoing work of the  
19 education opportunity gap oversight and accountability committee.

20 (7) \$61,000 of the general fund—state appropriation for fiscal  
21 year 2016 and \$61,000 of the general fund—state appropriation for  
22 fiscal year 2017 are provided solely for the implementation of  
23 chapter 380, Laws of 2009 (enacting the interstate compact on  
24 educational opportunity for military children).

25 (8) \$131,000 of the general fund—state appropriation for fiscal  
26 year 2016 and \$131,000 of the Washington opportunity pathways account  
27 —state appropriation are provided solely for the implementation of  
28 RCW 28A.710 as amended by Engrossed Second Substitute Senate Bill No.  
29 6194 (public schools other than common schools).

30 (9) \$1,802,000 of the general fund—state appropriation for fiscal  
31 year 2016 and \$1,802,000 of the general fund—state appropriation for  
32 fiscal year 2017 are provided solely for implementing a comprehensive  
33 data system to include financial, student, and educator data,  
34 including development and maintenance of the comprehensive education  
35 data and research system (CEDARS).

36 (10) \$25,000 of the general fund—state appropriation for fiscal  
37 year 2016 and \$25,000 of the general fund—state appropriation for  
38 fiscal year 2017 are provided solely for project citizen, a program  
39 sponsored by the national conference of state legislatures and the

1 center for civic education to promote participation in government by  
2 middle school students.

3 (11) \$1,500,000 of the general fund—state appropriation for  
4 fiscal year 2016 and \$1,500,000 of the general fund—state  
5 appropriation for fiscal year 2017 are provided solely for  
6 collaborative schools for innovation and success authorized under  
7 chapter 53, Laws of 2012. The office of the superintendent of public  
8 instruction shall award \$500,000 per year in funding for each  
9 collaborative school for innovation and success selected for  
10 participation in the pilot program during 2012.

11 (12) \$123,000 of the general fund—state appropriation for fiscal  
12 year 2016 and \$123,000 of the general fund—state appropriation for  
13 fiscal year 2017 are provided solely for implementation of chapter  
14 163, Laws of 2012 (foster care outcomes). The office of the  
15 superintendent of public instruction shall annually report each  
16 December on the implementation of the state's plan of cross-system  
17 collaboration to promote educational stability and improve education  
18 outcomes of foster youth.

19 (13) \$250,000 of the general fund—state appropriation for fiscal  
20 year 2016 and \$250,000 of the general fund—state appropriation for  
21 fiscal year 2017 are provided solely for implementation of chapter  
22 178, Laws of 2012 (open K-12 education resources).

23 (14) \$93,000 of the general fund—state appropriation for fiscal  
24 year 2016 and \$93,000 of the general fund—state appropriation for  
25 fiscal year 2017 are provided solely for chapter 185, Laws of 2011  
26 (bullying prevention), which requires the office of the  
27 superintendent of public instruction to convene an ongoing workgroup  
28 on school bullying and harassment prevention. Within the amounts  
29 provided, \$140,000 is for youth suicide prevention activities.

30 (15) \$14,000 of the general fund—state appropriation for fiscal  
31 year 2016 and \$14,000 of the general fund—state appropriation for  
32 fiscal year 2017 are provided solely for implementation of chapter  
33 242, Laws of 2013 (state-tribal education compacts).

34 (16) \$62,000 of the general fund—state appropriation for fiscal  
35 year 2016 and \$62,000 of the general fund—state appropriation for  
36 fiscal year 2017 are provided solely for competitive grants to school  
37 districts to increase the capacity of high schools to offer AP  
38 computer science courses. In making grant allocations, the office of  
39 the superintendent of public instruction must give priority to

1 schools and districts in rural areas, with substantial enrollment of  
2 low-income students, and that do not offer AP computer science.  
3 School districts may apply to receive either or both of the following  
4 grants:

5 (a) A grant to establish partnerships to support computer science  
6 professionals from private industry serving on a voluntary basis as  
7 coinstructors along with a certificated teacher, including via  
8 synchronous video, for AP computer science courses; or

9 (b) A grant to purchase or upgrade technology and curriculum  
10 needed for AP computer science, as well as provide opportunities for  
11 professional development for classroom teachers to have the requisite  
12 knowledge and skills to teach AP computer science.

13 (17) \$10,000 of the general fund—state appropriation for fiscal  
14 year 2016 and \$10,000 of the general fund—state appropriation for  
15 fiscal year 2017 are provided solely for the superintendent of public  
16 instruction to convene a committee for the selection and recognition  
17 of Washington innovative schools. The committee shall select and  
18 recognize Washington innovative schools based on the selection  
19 criteria established by the office of the superintendent of public  
20 instruction, in accordance with chapter 202, Laws of 2011 (innovation  
21 schools—recognition) and chapter 260, Laws of 2011 (innovation  
22 schools and zones).

23 (18) \$100,000 of the general fund—state appropriation for fiscal  
24 year 2016 and \$100,000 of the general fund—state appropriation for  
25 fiscal year 2017 are provided solely for the Mobius science center to  
26 expand mobile outreach of science, technology, engineering, and  
27 mathematics (STEM) education to students in rural, tribal, and low-  
28 income communities.

29 (19) \$59,000 of the general fund—state appropriation for fiscal  
30 year 2016 is provided solely for the office of the superintendent of  
31 public instruction to convene a task force to design a performance-  
32 based assistance and accountability system for the transitional  
33 bilingual instruction program. The office must submit a report with  
34 recommendations from the task force to the education and fiscal  
35 committees of the legislature by January 15, 2016.

36 (20) \$131,000 of the general fund—state appropriation for fiscal  
37 year 2016 and \$131,000 of general fund—state appropriation for fiscal  
38 year 2017 are provided solely for the office of the superintendent of  
39 public instruction to perform on-going program reviews of alternative

1 learning experience programs and dropout reengagement programs. The  
2 amounts provided in this subsection are sufficient for the office of  
3 the superintendent of public instruction to conduct ongoing  
4 consolidated program reviews of alternative learning experience  
5 programs and dropout reengagement programs established under chapter  
6 20, Laws of 2010. The office of the superintendent of public  
7 instruction shall include alternative learning education and dropout  
8 reengagement programs in its ongoing consolidated program reviews, as  
9 well as provide outreach and training to school districts regarding  
10 implementation of the programs. Findings from the program reviews  
11 will be used to support and prioritize the office of the  
12 superintendent of public instruction outreach and education efforts  
13 that assist school districts in implementing the programs in  
14 accordance with statute and legislative intent, as well as to support  
15 financial and performance audit work conducted by the office of the  
16 state auditor.

17 (21) \$31,000 of the general fund—state appropriation for fiscal  
18 year 2016 and \$55,000 of the general fund—state appropriation for  
19 fiscal year 2017 are provided solely for the office of the  
20 superintendent of public instruction for statewide implementation of  
21 career and technical education course equivalency frameworks  
22 authorized under RCW 28A.700.070 for math and science. This may  
23 include development of additional equivalency course frameworks,  
24 course performance assessments, and professional development for  
25 districts implementing the new frameworks. At least two of the  
26 science course frameworks must be in environmental science.

27 (22) \$142,000 of the general fund—state appropriation for fiscal  
28 year 2016 and \$142,000 of the general fund—state appropriation for  
29 fiscal year 2017 are provided solely for implementation of chapter  
30 103, Laws of 2014 (Substitute Senate Bill No. 6431) (youth suicide  
31 prevention).

32 (23) \$208,000 of the performance audits of government account—  
33 state appropriation is provided solely to address additional audit  
34 resolutions and appeals in the alternative learning experience  
35 programs.

36 (24) \$2,541,000 of the general fund—state appropriation for  
37 fiscal year 2016 and \$2,541,000 of the general fund—state  
38 appropriation for fiscal year 2017 are provided solely for a corps of  
39 nurses located at educational service districts, as determined by the

1 superintendent of public instruction, to be dispatched to the most  
2 needy schools to provide direct care to students, health education,  
3 and training for school staff.

4 (25) \$210,000 of the general fund—state appropriation for fiscal  
5 year 2016 and \$210,000 of the general fund—state appropriation for  
6 fiscal year 2017 are provided solely for a nonviolence and leadership  
7 training program provided by the institute for community leadership.

8 (26) \$1,221,000 of the general fund—state appropriation for  
9 fiscal year 2016 and \$1,221,000 of the general fund—state  
10 appropriation for fiscal year 2017 are provided solely for K-20  
11 telecommunications network technical support in the K-12 sector to  
12 prevent system failures and avoid interruptions in school utilization  
13 of the data processing and video-conferencing capabilities of the  
14 network. These funds may be used to purchase engineering and advanced  
15 technical support for the network.

16 (27) \$2,549,000 of the general fund—state appropriation for  
17 fiscal year 2016 and \$3,940,000 of the general fund—state  
18 appropriation for fiscal year 2017 are provided solely for the  
19 Washington state achievers scholarship and Washington higher  
20 education readiness program. The funds shall be used to: Support  
21 community involvement officers that recruit, train, and match  
22 community volunteer mentors with students selected as achievers  
23 scholars; and to identify and reduce barriers to college for low-  
24 income and underserved middle and high school students.

25 (28) \$1,354,000 of the general fund—state appropriation for  
26 fiscal year 2016 and \$1,354,000 of the general fund—state  
27 appropriation for fiscal year 2017 are provided solely for  
28 contracting with a college scholarship organization with expertise in  
29 conducting outreach to students concerning eligibility for the  
30 Washington college bound scholarship consistent with chapter 405,  
31 Laws of 2007.

32 (29) \$1,000,000 of the general fund—state appropriation for  
33 fiscal year 2016, \$1,000,000 of the general fund—state appropriation  
34 for fiscal year 2017, and \$762,000 of the dedicated marijuana account  
35 —state appropriation are provided solely for dropout prevention,  
36 intervention, and reengagement programs, including the jobs for  
37 America's graduates (JAG) program, dropout prevention programs that  
38 provide student mentoring, and the building bridges statewide  
39 program. Starting in school year 2014-15, students in the foster care

1 system or who are homeless shall be given priority by districts  
2 offering the jobs for America's graduates program. The office of the  
3 superintendent of public instruction shall convene staff  
4 representatives from high schools to meet and share best practices  
5 for dropout prevention. Of these amounts, \$251,000 of the dedicated  
6 marijuana account—state appropriation for fiscal year 2016, and  
7 \$511,000 of the dedicated marijuana account—state appropriation for  
8 fiscal year 2017 are provided solely for the building bridges  
9 statewide program.

10 (30) \$2,654,000 of the general fund—state appropriation for  
11 fiscal year 2016 and \$2,984,000 of the general fund—state  
12 appropriation for fiscal year 2017 are provided solely for the  
13 Washington kindergarten inventory of developing skills. State funding  
14 shall support the statewide administration of the inventory under RCW  
15 28A.655.080(1) and the one-time implementation and training grants  
16 under RCW 28A.655.080(3) for schools implementing the inventory for  
17 the first time in the 2015-2017 fiscal biennium.

18 (31) \$75,000 of the general fund—state appropriation for fiscal  
19 year 2016 and \$75,000 of the general fund—state appropriation for  
20 fiscal year 2017 are provided solely to subsidize advanced placement  
21 exam fees and international baccalaureate class fees and exam fees  
22 for low-income students. To be eligible for the subsidy, a student  
23 must be either enrolled or eligible to participate in the federal  
24 free or reduced-price lunch program, and the student must have  
25 maximized the allowable federal contribution. The office of the  
26 superintendent of public instruction shall set the subsidy in an  
27 amount so that the advanced placement exam fee does not exceed \$15.00  
28 and the combined class and exam fee for the international  
29 baccalaureate does not exceed \$14.50.

30 (32) \$293,000 of the general fund—state appropriation for fiscal  
31 year 2016 and \$293,000 of the general fund—state appropriation for  
32 fiscal year 2017 are provided solely for the office of the  
33 superintendent of public instruction to support district  
34 implementation of comprehensive guidance and planning programs  
35 consistent with RCW 28A.600.045.

36 (33) \$2,864,000 of the general fund—state appropriation for  
37 fiscal year 2016 and \$3,758,000 of the general fund—state  
38 appropriation for fiscal year 2017 are provided solely for

1 implementation of Engrossed Second Substitute House Bill No. 1546  
2 (dual credit education opportunities).

3 (34) \$161,000 of the general fund—state appropriation for fiscal  
4 year 2016 and \$54,000 of the general fund—state appropriation for  
5 fiscal year 2017 are provided solely for the superintendent of public  
6 instruction to convene a workgroup to recommend comprehensive  
7 benchmarks for developmentally appropriate interpersonal and  
8 decision-making knowledge and skills of social and emotional learning  
9 for grades kindergarten through high school that build upon what is  
10 being done in early learning. The workgroup shall submit  
11 recommendations to the education committees of the legislature, and  
12 the office of the governor by October 1, 2016.

13 (35) \$122,000 of the general fund—state appropriation for fiscal  
14 year 2016 and \$117,000 of the general fund—state appropriation for  
15 fiscal year 2017 are provided solely for implementation of chapter 3  
16 (SHB No. 1813), Laws of 2015 1st sp. sess. (computer science).

17 (36)(a) \$250,000 of the general fund—state appropriation for  
18 fiscal year 2016 and \$250,000 of the general fund—state appropriation  
19 for fiscal year 2017 are provided solely for the office of the  
20 superintendent of public instruction to implement a K-12 dual  
21 language expansion grant program to build and expand well-  
22 implemented, sustainable dual language programs and create state-  
23 level infrastructure dedicated to dual language instruction.

24 (b) The superintendent shall award grants to pairs of school  
25 districts for periods of two years. Each awarded pair must have one  
26 district with an established dual language program with a plan for  
27 expansion, and another district with the desire to implement a new  
28 dual language program.

29 (c) Grant funds may be used for professional development,  
30 supplemental materials, training, administrative staffing of the  
31 program, site visits, recruiting bilingual teachers and instructional  
32 aides, program evaluation, and coaching.

33 (37) \$400,000 of the general fund—state appropriation for fiscal  
34 year 2016 and \$200,000 of the general fund—state appropriation for  
35 fiscal year 2017 are provided solely for the urban school turnaround  
36 initiative as follows:

37 (a) The office of the superintendent of public instruction shall  
38 provide grants of equal amounts to two schools that have previously  
39 received urban school turnaround initiative grants. The purpose of

1 these grants is to assist the schools in maintaining gains made as a  
2 result of work completed under the original program, while also  
3 phasing out state funding support of the program.

4 (b) The office shall allocate the funds under this subsection  
5 (~~((36))~~) (37) to the school district to be used exclusively in the  
6 selected schools. The district may not charge an overhead or indirect  
7 fee for the allocated funds or supplant other state, federal, or  
8 local funds in the selected schools. The school district shall use  
9 the funds for intensive supplemental instruction, services, and  
10 materials in the selected schools, including but not limited to  
11 professional development for school staff; updated curriculum,  
12 materials, and technology; extended learning opportunities for  
13 students; reduced class size; summer enrichment activities; school-  
14 based health clinics; and other research-based initiatives to  
15 dramatically turn around the performance and close the achievement  
16 gap in the schools. The office shall enter into an expenditure  
17 agreement with the school district under which any funds under this  
18 subsection (~~((41))~~) (37) remaining unspent on (~~(August 31))~~ June 30,  
19 2017, shall be returned to the state. Priorities for the expenditure  
20 of the funds shall be determined by the leadership and staff of each  
21 school.

22 (38) \$125,000 of the general fund—state appropriation for fiscal  
23 year 2016 and \$125,000 of the general fund—state appropriation for  
24 fiscal year 2017 are provided solely for the Kip Tokuda memorial  
25 Washington civil liberties public education program. The  
26 superintendent of public instruction shall award grants consistent  
27 with RCW 28A.300.410.

28 (39) \$652,000 of the general fund—state appropriation for fiscal  
29 year 2016 is provided solely for the administration of the  
30 preliminary scholastic aptitude test to ninth and tenth grade  
31 participants in the college bound program. The superintendent of  
32 public instruction shall partner with a national nonprofit  
33 organization that offers the aptitude test and that will provide: (i)  
34 Early and annual feedback on student progress; (ii) detailed  
35 performance feedback connected to Washington's standards,  
36 instruction, and assessments; (iii) access to state-of-the-art  
37 learning tools including free, personalized practice; (iv) access to  
38 college and career planning tools; (v) personalized information  
39 packets to high-achieving, low-income students to increase the number



1 of applications from this group of students to public four-year  
2 institutions of higher education and independent, nonprofit  
3 baccalaureate degree-granting institutions in Washington; and (vi)  
4 for income eligible students, the opportunity to take the preliminary  
5 scholastic aptitude test in eleventh grade at no cost, to take the  
6 scholastic aptitude test twice at no cost, and access to additional  
7 tools and score reports at no cost.

8 (40)(a) \$125,000 of the general fund—state appropriation for  
9 fiscal year 2016 and \$125,000 of the general fund—state appropriation  
10 for fiscal year 2017 is provided solely for a grant to an entity that  
11 is exempt from taxation under Title 26 U.S.C. Sec. 501(c)(3) of the  
12 federal internal revenue code of 1986, as amended, as of the  
13 effective date of this section, that is affiliated and in good  
14 standing with a national congressionally chartered organization's  
15 standards under 36 U.S.C., subtitle II, part B, and that:

16 (i) Is facility-based and provides proven and tested  
17 recreational, educational, and character-building programs for  
18 children ages six to eighteen years of age;

19 (ii) Provides after school and summer programs in a minimum of  
20 fifty communities statewide, with youth development services  
21 available at least twenty hours weekly during the school year and for  
22 thirty hours weekly during summer programming;

23 (iii) Has adopted standards for care that at a minimum include  
24 staff ratios, staff training, health and safety standards, and  
25 mechanisms for assessing and enforcing the program's compliance with  
26 the standards;

27 (iv) Provides a process to receive and resolve parental  
28 complaints; and

29 (v) Conducts national criminal background checks for all  
30 employees and volunteers who work with children.

31 (b) The grant shall be used to pilot a program of academic,  
32 innovation, and mentoring. The purpose of the program is to enable  
33 eligible neighborhood youth development entities to provide out-of-  
34 school time programs for youth six to eighteen years of age that  
35 include educational services, mentoring, and linkages to positive,  
36 pro-social leisure and recreational activities. The programs must be  
37 designed for mentoring and academic enrichment that include at least  
38 two of the following three activity areas:

39 (i) Science, technology, engineering, and math (STEM);

40 (ii) Homework support and high-yield learning opportunities; and

1 (iii) Career exploration.

2 (c) The entity receiving the grant shall conduct the pilot in at  
3 least five communities statewide. The office of the superintendent of  
4 public instruction shall submit a report to the appropriate education  
5 and fiscal committees of the legislature by December 31, 2015, and a  
6 final report by December 31, 2016. The report shall outline the  
7 programs established, target populations, and pre- and post-testing  
8 results.

9 (41) \$25,000 of the general fund—state appropriation for fiscal  
10 year 2016 and \$25,000 of the general fund—state appropriation for  
11 fiscal year 2017 are provided solely for the office of the  
12 superintendent of public instruction to partner with a nonprofit  
13 organization providing music curriculum for kindergarten and first  
14 grade students and establish a grant program that provides start-up  
15 costs and materials for integrated music curriculum that links  
16 together other core curriculum. Preference shall be given to Title 1  
17 schools, head start programs, early childhood education and  
18 assistance program sites, high poverty schools, schools with high  
19 mobility, and schools with low student achievement.

20 (42) \$1,000,000 of the general fund—state appropriation for  
21 fiscal year 2016 and \$1,000,000 of the general fund—state  
22 appropriation for fiscal year 2017 are provided solely for the  
23 computer science and education grant program to support the following  
24 three purposes: Train and credential teachers in computer sciences;  
25 provide and upgrade technology needed to learn computer science; and,  
26 for computer science frontiers grants to introduce students to and  
27 engage them in computer science. The office of the superintendent of  
28 public instruction must use the computer science learning standards  
29 adopted pursuant to Substitute House Bill No. 1813 (computer science)  
30 in implementing the grant, to the extent possible. Additionally,  
31 grants provided for the purpose of introducing students to computer  
32 science are intended to support innovative ways to introduce and  
33 engage students from historically underrepresented groups, including  
34 girls, low-income students, and minority students, to computer  
35 science and to inspire them to enter computer science careers. Grant  
36 funds for the computer science and education grant program may be  
37 expended only to the extent that they are equally matched by private  
38 sources for the program, including gifts, grants, or endowments.

1 (43) \$1,461,000 of the general fund—state appropriation for  
2 fiscal year 2017 is provided solely for a contract with a  
3 nongovernmental entity or entities for demonstration sites to improve  
4 the educational outcomes of students who are dependent pursuant to  
5 chapter 13.34 RCW pursuant to Fourth Substitute House Bill No. 1999  
6 (foster youth edu. outcomes).

7 (a) Of the amount provided in this subsection, \$446,000 of the  
8 general fund—state appropriation for fiscal year 2017 is provided  
9 solely for the demonstration site established pursuant to the  
10 2013-2015 omnibus appropriations act, section 202(10), chapter 4,  
11 Laws of 2013, 2nd sp. sess.

12 (b) Of the amount provided in this subsection, \$1,015,000 of the  
13 general fund—state appropriation for fiscal year 2017 is provided  
14 solely for a second demonstration site that includes a school  
15 district or school district with a significant number of dependent  
16 students. The office of the superintendent of public instruction, in  
17 collaboration with the department of social and health services  
18 children's administration and the contracted nongovernmental entity  
19 or entities, shall select a second demonstration site for  
20 implementation after July 1, 2016.

21 (44) \$1,000,000 of the general fund—state appropriation for  
22 fiscal year 2017 is provided solely for implementation of Third  
23 Substitute House Bill No. 1682 (homeless students). If the bill is  
24 not enacted by June 30, 2016, the amount provided in this subsection  
25 shall lapse.

26 (45) \$1,242,000 of the general fund—state appropriation for  
27 fiscal year 2017 is provided solely for implementation of Fourth  
28 Substitute House Bill No. 1541 (educational opportunity gap). If the  
29 bill is not enacted by June 30, 2016, the amount provided in this  
30 subsection shall lapse.

31 (46) \$350,000 of the general fund—state appropriation for fiscal  
32 year 2017 is provided solely for implementation of Second Substitute  
33 House Bill No. 2449 (truancy reduction). If the bill is not enacted  
34 by June 30, 2016, the amount provided in this subsection shall lapse.

35 (47) \$50,000 of the general fund—state appropriation for fiscal  
36 year 2016 and \$50,000 of the general fund—state appropriation for  
37 fiscal year 2017 are provided solely for a skilled workforce  
38 development high school summer internship pilot project. The office  
39 of the superintendent of public instruction shall select two high

1 schools from the largest urban school district in the state who will  
2 in turn select 10 students each, who have completed their junior  
3 year, to participate in a 5 1/2 week summer internship. The selected  
4 high schools must partner with the port of Seattle and manufacturing  
5 and maritime employers, who are committed to fostering the  
6 development of local youth into a skilled workforce, to provide  
7 internships for the selected students. The office of the  
8 superintendent of public instruction must submit a report to the  
9 legislature by December 1, 2016, summarizing the successes and  
10 failures of the pilot project and provide recommendations for any  
11 future actions. Expenditure of the amounts in this section is  
12 contingent on receipt by the school district of a fifty percent match  
13 in funding from nonstate sources.

14 (48) \$1,750,000 of the general fund—state appropriation for  
15 fiscal year 2017 is provided solely for professional development for  
16 state-funded classroom paraeducators. Training must be provided in  
17 the 2016-17 school year.

18 (49) \$41,000 of the general fund—state appropriation for fiscal  
19 year 2017 is provided solely for the office of the superintendent of  
20 public instruction to implement the since time immemorial program,  
21 including web site updates to accommodate video content and online  
22 teaching tools, and training for classroom certificated instructional  
23 staff.

24 (50) \$11,000 of the general fund—state appropriation for fiscal  
25 year 2016 and \$8,000 of the general fund—state appropriation for  
26 fiscal year 2017 are provided solely for implementation of chapter 3,  
27 Laws of 2016 (basic education obligations).

28 (51) \$276,000 of the general fund—state appropriation for fiscal  
29 year 2017 is provided solely for implementation of Engrossed Senate  
30 Bill No. 6620 (school safety). If the bill is not enacted by June 30,  
31 2016, the amount provided in this subsection shall lapse.

32 (52) \$500,000 of the general fund—state appropriation for fiscal  
33 year 2017 is provided solely for implementation of section 1 of  
34 Engrossed Second Substitute Senate Bill No. 6455 (professional  
35 educator workforce). If section 1 of the bill is not enacted by June  
36 30, 2016, the amount provided in this subsection shall lapse.

37 **Sec. 1502.** 2016 sp.s. c 36 s 502 (uncodified) is amended to read  
38 as follows:

1 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR GENERAL**  
2 **APPORTIONMENT**

3	General Fund—State Appropriation (FY 2016)	. . . . .	\$6,375,707,000
4	General Fund—State Appropriation (FY 2017)	. . . . .	<del>(\$6,734,241,000)</del>
5			<u>\$6,751,047,000</u>
6	Education Legacy Trust Account—State Appropriation	. . . . .	\$95,730,000
7	TOTAL APPROPRIATION.	. . . . .	<del>(\$13,205,678,000)</del>
8			<u>\$13,222,484,000</u>

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

11 (1)(a) Each general fund fiscal year appropriation includes such  
12 funds as are necessary to complete the school year ending in the  
13 fiscal year and for prior fiscal year adjustments.

14 (b) For the 2015-16 and 2016-17 school years, the superintendent  
15 shall allocate general apportionment funding to school districts as  
16 provided in the funding formulas and salary schedules in sections 502  
17 and 503 of this act, excluding (c) of this subsection.

18 (c) From July 1, 2015, to August 31, 2015, the superintendent  
19 shall allocate general apportionment funding to school districts  
20 programs as provided in sections 502 and 503, chapter 4, Laws of 2013  
21 2nd sp. sess., as amended.

22 (d) The enrollment of any district shall be the annual average  
23 number of full-time equivalent students and part-time students as  
24 provided in RCW 28A.150.350, enrolled on the fourth day of school in  
25 September and on the first school day of each month October through  
26 June, including students who are in attendance pursuant to RCW  
27 28A.335.160 and 28A.225.250 who do not reside within the servicing  
28 school district. Any school district concluding its basic education  
29 program in May must report the enrollment of the last school day held  
30 in May in lieu of a June enrollment.

31 (e)(i) Funding provided in this part V of this act is sufficient  
32 to provide each full-time equivalent student with the minimum hours  
33 of instruction required under RCW 28A.150.220.

34 (ii) The office of the superintendent of public instruction shall  
35 align the agency rules defining a full-time equivalent student with  
36 the increase in the minimum instructional hours under RCW  
37 28A.150.220, as amended by the legislature in 2014.

38 (f) The superintendent shall adopt rules requiring school  
39 districts to report full-time equivalent student enrollment as

1 provided in RCW 28A.655.210 and to carry out the requirement  
2 specified in subsections 2(c)(i)(B) and 2(c)(ii)(B) of this section.

3 (g) For the 2015-16 and 2016-17 school years, school districts  
4 must report to the office of the superintendent of public instruction  
5 the monthly actual average district-wide class size across each grade  
6 level of kindergarten, first grade, second grade, and third grade  
7 classes. The superintendent of public instruction shall report this  
8 information to the education and fiscal committees of the house of  
9 representatives and the senate by September 30th of each year.

10 (2) CERTIFICATED INSTRUCTIONAL STAFF ALLOCATIONS

11 Allocations for certificated instructional staff salaries for the  
12 2015-16 and 2016-17 school years are determined using formula-  
13 generated staff units calculated pursuant to this subsection.

14 (a) Certificated instructional staff units, as defined in RCW  
15 28A.150.410, shall be allocated to reflect the minimum class size  
16 allocations, requirements, and school prototypes assumptions as  
17 provided in RCW 28A.150.260, except that the allocation for guidance  
18 counselors in a middle school shall be 1.216 for the 2015-16 and  
19 2016-17 school years, this enhancement is within the program of basic  
20 education. The superintendent shall make allocations to school  
21 districts based on the district's annual average full-time equivalent  
22 student enrollment in each grade.

23 (b) Additional certificated instructional staff units provided in  
24 this subsection (2) that exceed the minimum requirements in RCW  
25 28A.150.260 are enhancements outside the program of basic education,  
26 except as otherwise provided in this section.

27 (c)(i)(A) The superintendent shall base allocations for each  
28 level of prototypical school on the following regular education  
29 average class size of full-time equivalent students per teacher,  
30 except as provided in (c)(ii) of this subsection:

31 General education class size:

32 Grade	RCW 28A.150.260	2015-16	2016-17
		School Year	School Year
34 Grade K		22.00	19.00
35 Grade 1		23.00	21.00
36 Grade 2		24.00	22.00
37 Grade 3		25.00	22.00

1	Grade 4	27.00	27.00
2	Grades 5-6	27.00	27.00
3	Grades 7-8	28.53	28.53
4	Grades 9-12	28.74	28.74

5 The superintendent shall base allocations for laboratory science,  
6 career and technical education (CTE) and skill center programs  
7 average class size as provided in RCW 28A.150.260.

8 (B) For grades kindergarten through three, the superintendent  
9 shall allocate funding for class size reductions to the extent of,  
10 and in proportion to, the school district's demonstrated actual  
11 weighted average class size for grades kindergarten through three,  
12 down to the weighted average class size specified in subsection  
13 2(c)(i)(A) of this section. At a minimum, the superintendent must  
14 allocate funding sufficient to fund a weighted average class size not  
15 to exceed 25.23 full-time equivalent students per teacher in these  
16 grades.

17 (ii)(A) For each level of prototypical school at which more than  
18 fifty percent of the students were eligible for free and reduced-  
19 price meals in the prior school year, the superintendent shall  
20 allocate funding based on the following average class size of full-  
21 time equivalent students per teacher:

22 General education class size in high poverty schools:

23	Grade	RCW 28A.150.260	2015-16	2016-17
24			School Year	School Year
25	Grade K		18.00	17.00
26	Grade 1		19.00	17.00
27	Grade 2		22.00	18.00
28	Grade 3		24.00	21.00
29	Grade 4		27.00	27.00
30	Grades 5-6		27.00	27.00
31	Grades 7-8		28.53	28.53
32	Grades 9-12		28.74	28.74

33 (B) For grades kindergarten through three, the superintendent  
34 shall allocate funding for class size reductions to the extent of,  
35 and in proportion to, the school district's demonstrated actual

1 weighted average class size for grades kindergarten through three,  
2 down to the weighted average class size specified in subsection  
3 2(c)(ii)(A) of this section. At a minimum, the superintendent must  
4 allocate funding sufficient to fund a weighted average class size not  
5 to exceed 25.23 full-time equivalent students per teacher in these  
6 grades.

7 (iii) The enhancements in this subsection (2)(c) are within the  
8 program of basic education.

9 (iv) Pursuant to RCW 28A.150.260(4)(a), the assumed teacher  
10 planning period, expressed as a percentage of a teacher work day, is  
11 13.42 percent in grades K-6, and 16.67 percent in grades 7-12; and

12 (v) Advanced placement and international baccalaureate courses  
13 are funded at the same class size assumptions as general education  
14 schools in the same grade; and

15 (d)(i) Funding for teacher librarians, school nurses, social  
16 workers, school psychologists, and guidance counselors is allocated  
17 based on the school prototypes as provided in RCW 28A.150.260 and (a)  
18 of this subsection and is considered certificated instructional  
19 staff, except as provided in (d)(ii) of this subsection.

20 (ii) Students in approved career and technical education and  
21 skill center programs generate certificated instructional staff units  
22 to provide for the services of teacher librarians, school nurses,  
23 social workers, school psychologists, and guidance counselors at the  
24 following combined rate per 1000 student full-time equivalent  
25 enrollment:

	2015-16 School	2016-17 School
	Year	Year
28 Career and	3.07	3.07
29 Technical		
30 Education		
31 Skill Center	3.41	3.41

32 (3) ADMINISTRATIVE STAFF ALLOCATIONS

33 (a) Allocations for school building-level certificated  
34 administrative staff salaries for the 2015-16 and 2016-17 school  
35 years for general education students are determined using the formula  
36 generated staff units calculated pursuant to this subsection. The  
37 superintendent shall make allocations to school districts based on  
38 the district's annual average full-time equivalent enrollment in each



1 grade. The following prototypical school values shall determine the  
2 allocation for principals, assistance principals, and other  
3 certificated building level administrators:

4 Prototypical School Building:

5 Elementary School	1.253
6 Middle School	1.353
7 High School	1.880

8 (b) Students in approved career and technical education and skill  
9 center programs generate certificated school building-level  
10 administrator staff units at per student rates that are a multiple of  
11 the general education rate in (a) of this subsection by the following  
12 factors: Career and Technical Education students 1.025  
13 Skill Center students 1.198

14 (4) CLASSIFIED STAFF ALLOCATIONS

15 Allocations for classified staff units providing school building-  
16 level and district-wide support services for the 2015-16 and 2016-17  
17 school years are determined using the formula-generated staff units  
18 provided in RCW 28A.150.260, and adjusted based on each district's  
19 annual average full-time equivalent student enrollment in each grade,  
20 except that the allocation for parent involvement coordinators in an  
21 elementary school shall be 0.0825 for the 2015-16 and 2016-17 school  
22 years, which enhancement is within the program of basic education.

23 (5) CENTRAL OFFICE ALLOCATIONS

24 In addition to classified and administrative staff units  
25 allocated in subsections (3) and (4) of this section, classified and  
26 administrative staff units are provided for the 2015-16 and 2016-17  
27 school year for the central office administrative costs of operating  
28 a school district, at the following rates:

29 (a) The total central office staff units provided in this  
30 subsection (5) are calculated by first multiplying the total number  
31 of eligible certificated instructional, certificated administrative,  
32 and classified staff units providing school-based or district-wide  
33 support services, as identified in RCW 28A.150.260(6)(b), by 5.3  
34 percent.

35 (b) Of the central office staff units calculated in (a) of this  
36 subsection, 74.53 percent are allocated as classified staff units, as  
37 generated in subsection (4) of this section, and 25.47 percent shall

1 be allocated as administrative staff units, as generated in  
2 subsection (3) of this section.

3 (c) Staff units generated as enhancements outside the program of  
4 basic education to the minimum requirements of RCW 28A.150.260, and  
5 staff units generated by skill center and career-technical students,  
6 are excluded from the total central office staff units calculation in  
7 (a) of this subsection.

8 (d) For students in approved career-technical and skill center  
9 programs, central office classified units are allocated at the same  
10 staff unit per student rate as those generated for general education  
11 students of the same grade in this subsection (5), and central office  
12 administrative staff units are allocated at staff unit per student  
13 rates that exceed the general education rate established for students  
14 in the same grade in this subsection (5) by 1.46 percent in the  
15 2015-16 school year and 1.45 percent in the 2016-17 school year for  
16 career and technical education students, and 17.33 percent in the  
17 2015-16 school year and 17.31 percent in the 2016-17 school year for  
18 skill center students.

19 (6) FRINGE BENEFIT ALLOCATIONS

20 Fringe benefit allocations shall be calculated at a rate of 21.42  
21 percent in the 2015-16 school year and 21.42 percent in the 2016-17  
22 school year for certificated salary allocations provided under  
23 subsections (2), (3), and (5) of this section, and a rate of 22.72  
24 percent in the 2015-16 school year and 22.72 percent in the 2016-17  
25 school year for classified salary allocations provided under  
26 subsections (4) and (5) of this section.

27 (7) INSURANCE BENEFIT ALLOCATIONS

28 Insurance benefit allocations shall be calculated at the  
29 maintenance rate specified in section 504 of this act, based on the  
30 number of benefit units determined as follows:

31 (a) The number of certificated staff units determined in  
32 subsections (2), (3), and (5) of this section; and

33 (b) The number of classified staff units determined in  
34 subsections (4) and (5) of this section multiplied by 1.152. This  
35 factor is intended to adjust allocations so that, for the purpose of  
36 distributing insurance benefits, full-time equivalent classified  
37 employees may be calculated on the basis of 1,440 hours of work per  
38 year, with no individual employee counted as more than one full-time  
39 equivalent.

(8) MATERIALS, SUPPLIES, AND OPERATING COSTS (MSOC) ALLOCATIONS  
 Funding is allocated per annual average full-time equivalent student for the materials, supplies, and operating costs (MSOC) incurred by school districts, consistent with the requirements of RCW 28A.150.260.

(a)(i) MSOC funding for general education students are allocated at the following per student rates:

MSOC RATES/STUDENT FTE

MSOC Component	2015-16 SCHOOL YEAR	2016-17 SCHOOL YEAR
Technology	\$127.17	\$128.58
Utilities and Insurance	\$345.55	\$349.35
Curriculum and Textbooks	\$136.54	\$138.04
Other Supplies and Library Materials	\$289.88	\$293.07
Instructional Professional Development for Certificated and Classified Staff	\$21.12	\$21.35
Facilities Maintenance	\$171.19	\$173.07
Security and Central Office	\$118.60	\$119.90
TOTAL BASIC EDUCATION MSOC/STUDENT FTE	\$1,210.05	\$1,223.36

(ii) For the 2016-17 school year, as part of the budget development, hearing, and review process required by chapter 28A.505 RCW, each school district must disclose: (A) The amount of state funding to be received by the district under (a) and (d) of this subsection (8); (B) the amount the district proposes to spend for materials, supplies, and operating costs; (C) the difference between these two amounts; and (D) if (A) of this subsection (8)(a)(ii) exceeds (B) of this subsection (8)(a)(ii), any proposed use of this difference and how this use will improve student achievement.

(b) Students in approved skill center programs generate per student FTE MSOC allocations of \$1,272.99 for the 2015-16 school year and \$1,286.99 for the 2016-17 school year.

(c) Students in approved exploratory and preparatory career and technical education programs generate a per student MSOC allocation

1 of \$1,431.65 for the 2015-16 school year and \$1,447.40 for the  
2 2016-17 school year.

3 (d) Students in grades 9-12 generate per student FTE MSOC  
4 allocations in addition to the allocation provided in (a) through (c)  
5 of this subsection at the following rate:

6 MSOC Component	2015-16	2016-17
7	SCHOOL YEAR	SCHOOL YEAR
8 Technology	\$36.57	\$36.98
9 Curriculum and Textbooks	\$39.89	\$40.33
10 Other Supplies and Library Materials	\$83.11	\$84.02
11 Instructional Professional Development for Certified 12 and Classified Staff	\$6.65	\$6.72
13 TOTAL GRADE 9-12 BASIC EDUCATION MSOC/STUDENT FTE	\$166.22	\$168.05

14 (9) SUBSTITUTE TEACHER ALLOCATIONS

15 For the 2015-16 and 2016-17 school years, funding for substitute  
16 costs for classroom teachers is based on four (4) funded substitute  
17 days per classroom teacher unit generated under subsection (2) of  
18 this section, at a daily substitute rate of \$151.86.

19 (10) ALTERNATIVE LEARNING EXPERIENCE PROGRAM FUNDING

20 (a) Amounts provided in this section from July 1, 2015, to August  
21 31, 2015, are adjusted to reflect provisions of chapter 4, Laws of  
22 2013 2nd sp. sess., as amended (allocation of funding for students  
23 enrolled in alternative learning experiences).

24 (b) The superintendent of public instruction shall require all  
25 districts receiving general apportionment funding for alternative  
26 learning experience (ALE) programs as defined in WAC 392-121-182 to  
27 provide separate financial accounting of expenditures for the ALE  
28 programs offered in district or with a provider, including but not  
29 limited to private companies and multidistrict cooperatives, as well  
30 as accurate, monthly headcount and FTE enrollment claimed for basic  
31 education, including separate counts of resident and nonresident  
32 students.

33 (11) DROPOUT REENGAGEMENT PROGRAM

34 The superintendent shall adopt rules to require students claimed  
35 for general apportionment funding based on enrollment in dropout  
36 reengagement programs authorized under RCW 28A.175.100 through  
37 28A.175.115 to meet requirements for at least weekly minimum

1 instructional contact, academic counseling, career counseling, or  
2 case management contact. Districts must also provide separate  
3 financial accounting of expenditures for the programs offered by the  
4 district or under contract with a provider, as well as accurate  
5 monthly headcount and full-time equivalent enrollment claimed for  
6 basic education, including separate enrollment counts of resident and  
7 nonresident students.

8 (12) VOLUNTARY ALL DAY KINDERGARTEN PROGRAMS

9 Funding in this section is sufficient to fund voluntary all day  
10 kindergarten programs in qualifying schools in the 2015-16 school  
11 year and all schools in the 2016-17 school year, pursuant to RCW  
12 28A.150.220 and 28A.150.315. Each kindergarten student who enrolls  
13 for the voluntary all-day program in a qualifying school shall count  
14 as one-half of one full-time equivalent student for purpose of making  
15 allocations under this section. Funding in this section provides all-  
16 day kindergarten programs for 71.88 percent of kindergarten  
17 enrollment in the 2015-16 school year and full funding in the 2016-17  
18 school year, which enhancement is within the program of basic  
19 education.

20 (13) ADDITIONAL FUNDING FOR SMALL SCHOOL DISTRICTS AND REMOTE AND  
21 NECESSARY PLANTS

22 For small school districts and remote and necessary school plants  
23 within any district which have been judged to be remote and necessary  
24 by the superintendent of public instruction, additional staff units  
25 are provided to ensure a minimum level of staffing support.  
26 Additional administrative and certificated instructional staff units  
27 provided to districts in this subsection shall be reduced by the  
28 general education staff units, excluding career and technical  
29 education and skills center enhancement units, otherwise provided in  
30 subsections (2) through (5) of this section on a per district basis.

31 (a) For districts enrolling not more than twenty-five average  
32 annual full-time equivalent students in grades K-8, and for small  
33 school plants within any school district which have been judged to be  
34 remote and necessary by the superintendent of public instruction and  
35 enroll not more than twenty-five average annual full-time equivalent  
36 students in grades K-8:

37 (i) For those enrolling no students in grades 7 and 8, 1.76  
38 certificated instructional staff units and 0.24 certificated  
39 administrative staff units for enrollment of not more than five

1 students, plus one-twentieth of a certificated instructional staff  
2 unit for each additional student enrolled; and

3 (ii) For those enrolling students in grades 7 or 8, 1.68  
4 certificated instructional staff units and 0.32 certificated  
5 administrative staff units for enrollment of not more than five  
6 students, plus one-tenth of a certificated instructional staff unit  
7 for each additional student enrolled;

8 (b) For specified enrollments in districts enrolling more than  
9 twenty-five but not more than one hundred average annual full-time  
10 equivalent students in grades K-8, and for small school plants within  
11 any school district which enroll more than twenty-five average annual  
12 full-time equivalent students in grades K-8 and have been judged to  
13 be remote and necessary by the superintendent of public instruction:

14 (i) For enrollment of up to sixty annual average full-time  
15 equivalent students in grades K-6, 2.76 certificated instructional  
16 staff units and 0.24 certificated administrative staff units; and

17 (ii) For enrollment of up to twenty annual average full-time  
18 equivalent students in grades 7 and 8, 0.92 certificated  
19 instructional staff units and 0.08 certificated administrative staff  
20 units;

21 (c) For districts operating no more than two high schools with  
22 enrollments of less than three hundred average annual full-time  
23 equivalent students, for enrollment in grades 9-12 in each such  
24 school, other than alternative schools, except as noted in this  
25 subsection:

26 (i) For remote and necessary schools enrolling students in any  
27 grades 9-12 but no more than twenty-five average annual full-time  
28 equivalent students in grades K-12, four and one-half certificated  
29 instructional staff units and one-quarter of a certificated  
30 administrative staff unit;

31 (ii) For all other small high schools under this subsection, nine  
32 certificated instructional staff units and one-half of a certificated  
33 administrative staff unit for the first sixty average annual full-  
34 time equivalent students, and additional staff units based on a ratio  
35 of 0.8732 certificated instructional staff units and 0.1268  
36 certificated administrative staff units per each additional forty-  
37 three and one-half average annual full-time equivalent students;

38 (iii) Districts receiving staff units under this subsection shall  
39 add students enrolled in a district alternative high school and any  
40 grades nine through twelve alternative learning experience programs

1 with the small high school enrollment for calculations under this  
2 subsection;

3 (d) For each nonhigh school district having an enrollment of more  
4 than seventy annual average full-time equivalent students and less  
5 than one hundred eighty students, operating a grades K-8 program or a  
6 grades 1-8 program, an additional one-half of a certificated  
7 instructional staff unit;

8 (e) For each nonhigh school district having an enrollment of more  
9 than fifty annual average full-time equivalent students and less than  
10 one hundred eighty students, operating a grades K-6 program or a  
11 grades 1-6 program, an additional one-half of a certificated  
12 instructional staff unit;

13 (f)(i) For enrollments generating certificated staff unit  
14 allocations under (a) through (e) of this subsection, one classified  
15 staff unit for each 2.94 certificated staff units allocated under  
16 such subsections;

17 (ii) For each nonhigh school district with an enrollment of more  
18 than fifty annual average full-time equivalent students and less than  
19 one hundred eighty students, an additional one-half of a classified  
20 staff unit; and

21 (g) School districts receiving additional staff units to support  
22 small student enrollments and remote and necessary plants under this  
23 subsection (12) shall generate additional MSOC allocations consistent  
24 with the nonemployee related costs (NERC) allocation formula in place  
25 for the 2010-11 school year as provided section 502, chapter 37, Laws  
26 of 2010 1st sp. sess. (2010 supplemental budget), adjusted annually  
27 for inflation.

28 (14) Any school district board of directors may petition the  
29 superintendent of public instruction by submission of a resolution  
30 adopted in a public meeting to reduce or delay any portion of its  
31 basic education allocation for any school year. The superintendent of  
32 public instruction shall approve such reduction or delay if it does  
33 not impair the district's financial condition. Any delay shall not be  
34 for more than two school years. Any reduction or delay shall have no  
35 impact on levy authority pursuant to RCW 84.52.0531 and local effort  
36 assistance pursuant to chapter 28A.500 RCW.

37 (15) The superintendent may distribute funding for the following  
38 programs outside the basic education formula during fiscal years 2016  
39 and 2017 as follows:

1 (a) \$620,000 of the general fund—state appropriation for fiscal  
2 year 2016 and \$627,000 of the general fund—state appropriation for  
3 fiscal year 2017 are provided solely for fire protection for school  
4 districts located in a fire protection district as now or hereafter  
5 established pursuant to chapter 52.04 RCW.

6 (b) \$436,000 of the general fund—state appropriation for fiscal  
7 year 2016 and \$436,000 of the general fund—state appropriation for  
8 fiscal year 2017 are provided solely for programs providing skills  
9 training for secondary students who are enrolled in extended day  
10 school-to-work programs, as approved by the superintendent of public  
11 instruction. The funds shall be allocated at a rate not to exceed  
12 \$500 per full-time equivalent student enrolled in those programs.

13 (16) \$219,000 of the general fund—state appropriation for fiscal  
14 year 2016 and \$221,000 of the general fund—state appropriation for  
15 fiscal year 2017 are provided solely for school district emergencies  
16 as certified by the superintendent of public instruction. Funding  
17 provided must be conditioned upon the written commitment and plan of  
18 the school district board of directors to repay the grant with any  
19 insurance payments or other judgments that may be awarded, if  
20 applicable. At the close of the fiscal year the superintendent of  
21 public instruction shall report to the office of financial management  
22 and the appropriate fiscal committees of the legislature on the  
23 allocations provided to districts and the nature of the emergency.

24 (17) Funding in this section is sufficient to fund a maximum of  
25 1.6 FTE enrollment for skills center students pursuant to chapter  
26 463, Laws of 2007.

27 (18) Students participating in running start programs may be  
28 funded up to a combined maximum enrollment of 1.2 FTE including  
29 school district and institution of higher education enrollment  
30 consistent with the running start course requirements provided in  
31 Engrossed Second Substitute House Bill No. 1546 (dual credit  
32 education opportunities). In calculating the combined 1.2 FTE, the  
33 office of the superintendent of public instruction may average the  
34 participating student's September through June enrollment to account  
35 for differences in the start and end dates for courses provided by  
36 the high school and higher education institution. Additionally, the  
37 office of the superintendent of public instruction, in consultation  
38 with the state board for community and technical colleges, the  
39 student achievement council, and the education data center, shall



1 annually track and report to the fiscal committees of the legislature  
2 on the combined FTE experience of students participating in the  
3 running start program, including course load analyses at both the  
4 high school and community and technical college system.

5 (19) If two or more school districts consolidate and each  
6 district was receiving additional basic education formula staff units  
7 pursuant to subsection (12) of this section, the following apply:

8 (a) For three school years following consolidation, the number of  
9 basic education formula staff units shall not be less than the number  
10 of basic education formula staff units received by the districts in  
11 the school year prior to the consolidation; and

12 (b) For the fourth through eighth school years following  
13 consolidation, the difference between the basic education formula  
14 staff units received by the districts for the school year prior to  
15 consolidation and the basic education formula staff units after  
16 consolidation pursuant to subsection (12) of this section shall be  
17 reduced in increments of twenty percent per year.

18 (20)(a) Indirect cost charges by a school district to approved  
19 career and technical education middle and secondary programs shall  
20 not exceed 15 percent of the combined basic education and career and  
21 technical education program enhancement allocations of state funds.  
22 Middle and secondary career and technical education programs are  
23 considered separate programs for funding and financial reporting  
24 purposes under this section.

25 (b) Career and technical education program full-time equivalent  
26 enrollment shall be reported on the same monthly basis as the  
27 enrollment for students eligible for basic support, and payments  
28 shall be adjusted for reported career and technical education program  
29 enrollments on the same monthly basis as those adjustments for  
30 enrollment for students eligible for basic support.

31 (21) Funding in this section is sufficient to provide full  
32 general apportionment payments to school districts eligible for  
33 federal forest revenues as provided in RCW 28A.520.020. School  
34 districts receiving federal forest revenues shall not have their  
35 general apportionment reduced during the 2015-2017 biennium only.

36 **Sec. 1503.** 2016 sp.s. c 36 s 503 (uncodified) is amended to read  
37 as follows:

38 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR SCHOOL EMPLOYEE**  
39 **COMPENSATION ADJUSTMENTS**

1	General Fund—State Appropriation (FY 2016)	. . . . .	\$137,930,000
2	General Fund—State Appropriation (FY 2017)	. . . . .	<del>(\$265,361,000)</del>
3			<u>\$266,466,000</u>
4	TOTAL APPROPRIATION.	. . . . .	<del>(\$403,291,000)</del>
5			<u>\$404,396,000</u>

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

8 (1) Funding in this section is sufficient to provide a salary  
9 increase of 3.0 percent effective September 1, 2015, and 1.8 percent  
10 effective September 1, 2016. Of the salary increases provided in this  
11 section, the increases of 1.8 percent effective September 1, 2015,  
12 and of 1.2 percent effective September 1, 2016, are provided as  
13 annual cost-of-living adjustments pursuant to Initiative Measure No.  
14 732. The remaining portions of the salary increases are provided as a  
15 one-biennium salary increase for the 2015-16 and 2016-17 school years  
16 as the state continues to review and revise state-funded salary  
17 allocations, and the increase expires August 31, 2017.

18 (2)(a) Additional salary adjustments as necessary to fund the  
19 base salaries for certificated instructional staff as listed for each  
20 district in LEAP Document 2, defined in section 503(2)(b) of this  
21 act.

22 (b) Additional salary adjustments to certain districts as  
23 necessary to fund the per full-time-equivalent salary allocations for  
24 certificated administrative staff as listed for each district in LEAP  
25 Document 2, defined in section 503(2)(b) of this act.

26 (c) Additional salary adjustments to certain districts as  
27 necessary to fund the per full-time-equivalent salary allocations for  
28 classified staff as listed for each district in LEAP Document 2,  
29 defined in section 503(2)(b) of this act.

30 (d) The appropriations in this subsection (1) include associated  
31 incremental fringe benefit allocations at 20.78 percent for the  
32 2015-16 school year and 20.78 percent for the 2016-17 school year for  
33 certificated instructional and certificated administrative staff and  
34 19.22 percent for the 2015-16 school year and 19.22 percent for the  
35 2016-17 school year for classified staff.

36 (e) The appropriations in this section include the increased or  
37 decreased portion of salaries and incremental fringe benefits for all  
38 relevant state-funded school programs in part V of this act. Changes  
39 for general apportionment (basic education) are based on the salary

1 allocation schedules and methodology in sections 502 and 503 of this  
2 act. Changes for special education result from changes in each  
3 district's basic education allocation per student. Changes for  
4 educational service districts and institutional education programs  
5 are determined by the superintendent of public instruction using the  
6 methodology for general apportionment salaries and benefits in  
7 sections 502 and 503 of this act.

8 (f) The appropriations in this section include no salary  
9 adjustments for substitute teachers.

10 (3) The maintenance rate for insurance benefit allocations is  
11 \$768.00 per month for the 2015-16 and 2016-17 school years. The  
12 appropriations in this section reflect the incremental change in cost  
13 of allocating rates of \$780.00 per month for the 2015-16 school year  
14 and \$780.00 per month for the 2016-17 school year.

15 (4) The rates specified in this section are subject to revision  
16 each year by the legislature.

17 **Sec. 1504.** 2016 sp.s. c 36 s 504 (uncodified) is amended to read  
18 as follows:

19 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR PUPIL TRANSPORTATION**

20 General Fund—State Appropriation (FY 2016) . . . . .	\$496,456,000
21 General Fund—State Appropriation (FY 2017) . . . . .	<del>(\$488,624,000)</del>
22	<u>\$489,595,000</u>
23 TOTAL APPROPRIATION. . . . .	<del>(\$985,080,000)</del>
24	<u>\$986,051,000</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  
28 funds as are necessary to complete the school year ending in the  
29 fiscal year and for prior fiscal year adjustments.

30 (2)(a) For the 2015-16 and 2016-17 school years, the  
31 superintendent shall allocate funding to school district programs for  
32 the transportation of eligible students as provided in RCW  
33 28A.160.192. Funding in this section constitutes full implementation  
34 of RCW 28A.160.192, which enhancement is within the program of basic  
35 education. Students are considered eligible only if meeting the  
36 definitions provided in RCW 28A.160.160.

37 (b) For the 2015-16 school year, the superintendent shall  
38 allocate funding for approved and operating charter schools as

1 provided in RCW 28A.710.220(3) for September through November 2015.  
2 Per-student allocations for pupil transportation must be calculated  
3 using the allocation for the previous school year to the school  
4 district in which the charter school is located and the number of  
5 eligible students in the district, and must be distributed to the  
6 charter school based on the number of eligible students.

7 (c) From July 1, 2015 to August 31, 2015, the superintendent  
8 shall allocate funding to school districts programs for the  
9 transportation of students as provided in section 505, chapter 4,  
10 Laws of 2013 2nd sp. sess., as amended.

11 (3) A maximum of \$892,000 of this fiscal year 2016 appropriation  
12 and a maximum of \$892,000 of the fiscal year 2017 appropriation may  
13 be expended for regional transportation coordinators and related  
14 activities. The transportation coordinators shall ensure that data  
15 submitted by school districts for state transportation funding shall,  
16 to the greatest extent practical, reflect the actual transportation  
17 activity of each district.

18 (4) The office of the superintendent of public instruction shall  
19 provide reimbursement funding to a school district for school bus  
20 purchases only after the superintendent of public instruction  
21 determines that the school bus was purchased from the list  
22 established pursuant to RCW 28A.160.195(2) or a comparable  
23 competitive bid process based on the lowest price quote based on  
24 similar bus categories to those used to establish the list pursuant  
25 to RCW 28A.160.195.

26 (5) The superintendent of public instruction shall base  
27 depreciation payments for school district buses on the presales tax  
28 five-year average of lowest bids in the appropriate category of bus.  
29 In the final year on the depreciation schedule, the depreciation  
30 payment shall be based on the lowest bid in the appropriate bus  
31 category for that school year.

32 (6) Funding levels in this section reflect waivers granted by the  
33 state board of education for four-day school weeks as allowed under  
34 RCW 28A.305.141.

35 (7) The office of the superintendent of public instruction shall  
36 annually disburse payments for bus depreciation in August.

37 **Sec. 1505.** 2015 3rd sp.s. c 4 s 506 (uncodified) is amended to  
38 read as follows:

1 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR SCHOOL FOOD SERVICE**  
2 **PROGRAMS**

3	General Fund—State Appropriation (FY 2016)	\$7,111,000
4	General Fund—State Appropriation (FY 2017)	\$7,111,000
5	General Fund—Federal Appropriation	<del>(( \$526,332,000 ))</del>
6		<u>\$536,332,000</u>
7	TOTAL APPROPRIATION.	<del>(( \$540,554,000 ))</del>
8		<u>\$550,554,000</u>

9 The appropriations in this section are subject to the following  
10 conditions and limitations: \$7,111,000 of the general fund—state  
11 appropriation for fiscal year 2016 and \$7,111,000 of the general fund  
12 —state appropriation for fiscal year 2017 are provided solely for  
13 state matching money for federal child nutrition programs, and may  
14 support the meals for kids program through the following allowable  
15 uses:

16 (1) Elimination of breakfast copays for eligible public school  
17 students and lunch copays for eligible public school students in  
18 grades kindergarten through third grade who are eligible for reduced-  
19 price lunch;

20 (2) Assistance to school districts and authorized public and  
21 private nonprofit organizations for supporting summer food service  
22 programs, and initiating new summer food service programs in low-  
23 income areas;

24 (3) Reimbursements to school districts for school breakfasts  
25 served to students eligible for free and reduced-price lunch,  
26 pursuant to chapter 287, Laws of 2005; and

27 (4) Assistance to school districts in initiating and expanding  
28 school breakfast programs.

29 The office of the superintendent of public instruction shall  
30 report annually to the fiscal committees of the legislature on annual  
31 expenditures in subsections (1), (2), and (3) of this section.

32 **Sec. 1506.** 2016 sp.s. c 36 s 505 (uncodified) is amended to read  
33 as follows:

34 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR SPECIAL EDUCATION**  
35 **PROGRAMS**

36	General Fund—State Appropriation (FY 2016)	\$805,866,000
37	General Fund—State Appropriation (FY 2017)	<del>(( \$853,389,000 ))</del>
38		<u>\$871,708,000</u>

1	General Fund—Federal Appropriation . . . . .	(( <del>\$483,538,000</del> ))
2		<u>\$487,338,000</u>
3	Education Legacy Trust Account—State Appropriation . . .	\$54,694,000
4	TOTAL APPROPRIATION. . . . .	(( <del>\$2,197,487,000</del> ))
5		<u>\$2,219,606,000</u>

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

8 (1)(a) Funding for special education programs is provided on an  
9 excess cost basis, pursuant to RCW 28A.150.390. School districts  
10 shall ensure that special education students as a class receive their  
11 full share of the general apportionment allocation accruing through  
12 sections 502 and 504 of this act. To the extent a school district  
13 cannot provide an appropriate education for special education  
14 students under chapter 28A.155 RCW through the general apportionment  
15 allocation, it shall provide services through the special education  
16 excess cost allocation funded in this section.

17 (b) Funding provided within this section is sufficient for  
18 districts to provide school principals and lead special education  
19 teachers annual professional development on the best-practices for  
20 special education instruction and strategies for implementation.  
21 Districts shall annually provide a summary of professional  
22 development activities to the office of the superintendent of public  
23 instruction.

24 (2)(a) The superintendent of public instruction shall ensure  
25 that:

26 (i) Special education students are basic education students  
27 first;

28 (ii) As a class, special education students are entitled to the  
29 full basic education allocation; and

30 (iii) Special education students are basic education students for  
31 the entire school day.

32 (b) The superintendent of public instruction shall continue to  
33 implement the full cost method of excess cost accounting, as designed  
34 by the committee and recommended by the superintendent, pursuant to  
35 section 501(1)(k), chapter 372, Laws of 2006.

36 (3) Each fiscal year appropriation includes such funds as are  
37 necessary to complete the school year ending in the fiscal year and  
38 for prior fiscal year adjustments.

1 (4)(a) For the 2015-16 and 2016-17 school years, the  
2 superintendent shall allocate funding to school district programs for  
3 special education students as provided in RCW 28A.150.390, except  
4 that the calculation of the base allocation also includes allocations  
5 provided under section 502(4) for parent involvement coordinators in  
6 prototypical elementary schools and guidance counselors in  
7 prototypical middle schools as provided under section 502(2), which  
8 enhancement is within the program of basic education.

9 (b) From July 1, 2015 to August 31, 2015, the superintendent  
10 shall allocate funding to school district programs for special  
11 education students as provided in section 507, chapter 4, Laws of  
12 2013 2nd sp. sess., as amended.

13 (5) The following applies throughout this section: The  
14 definitions for enrollment and enrollment percent are as specified in  
15 RCW 28A.150.390(3). Each district's general fund—state funded special  
16 education enrollment shall be the lesser of the district's actual  
17 enrollment percent or 12.7 percent.

18 (6) At the request of any interdistrict cooperative of at least  
19 15 districts in which all excess cost services for special education  
20 students of the districts are provided by the cooperative, the  
21 maximum enrollment percent shall be calculated in accordance with RCW  
22 28A.150.390(3) (c) and (d), and shall be calculated in the aggregate  
23 rather than individual district units. For purposes of this  
24 subsection, the average basic education allocation per full-time  
25 equivalent student shall be calculated in the aggregate rather than  
26 individual district units.

27 (7) \$20,691,000 of the general fund—state appropriation for  
28 fiscal year 2016, (~~(\$24,473,000)~~) \$30,999,000 of the general fund—  
29 state appropriation for fiscal year 2017, and (~~(\$27,350,000)~~)  
30 \$17,787,000 of the general fund—federal appropriation are provided  
31 solely for safety net awards for districts with demonstrated needs  
32 for special education funding beyond the amounts provided in  
33 subsection (4) of this section. If the federal safety net awards  
34 based on the federal eligibility threshold exceed the federal  
35 appropriation in this subsection (7) in any fiscal year, the  
36 superintendent shall expend all available federal discretionary funds  
37 necessary to meet this need. At the conclusion of each school year,  
38 the superintendent shall recover safety net funds that were

1 distributed prospectively but for which districts were not  
2 subsequently eligible.

3 (a) For the 2015-16 and 2016-17 school years, safety net funds  
4 shall be awarded by the state safety net oversight committee as  
5 provided in section 109(1) chapter 548, Laws of 2009 (ESHB 2261).

6 (b) The office of the superintendent of public instruction shall  
7 make award determinations for state safety net funding in August of  
8 each school year, except that the superintendent of public  
9 instruction shall make award determinations for state safety net  
10 funding in July of each school year for the Washington state school  
11 for the blind and for the center for childhood deafness and hearing  
12 loss. Determinations on school district eligibility for state safety  
13 net awards shall be based on analysis of actual expenditure data from  
14 the current school year.

15 (8) A maximum of \$931,000 may be expended from the general fund—  
16 state appropriations to fund 5.43 full-time equivalent teachers and  
17 2.1 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  
24 from educational service districts, and for staff development  
25 activities 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  
29 special education program.

30 (11) \$255,000 of the general fund—state appropriation for fiscal  
31 year 2016 and \$256,000 of the general fund—state appropriation for  
32 fiscal year 2017 are provided solely for two additional full-time  
33 equivalent staff to support the work of the safety net committee and  
34 to 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 2016, \$50,000 of the general fund—state appropriation for fiscal  
38 year 2017, and \$100,000 of the general fund—federal appropriation are



1 provided solely for a special education family liaison position  
2 within the office of the superintendent of public instruction.

3 **Sec. 1507.** 2016 sp.s. c 36 s 506 (uncodified) is amended to read  
4 as follows:

5 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR EDUCATIONAL SERVICE**  
6 **DISTRICTS**

7	General Fund—State Appropriation (FY 2016)	. . . . .	\$8,208,000
8	General Fund—State Appropriation (FY 2017)	. . . . .	<del>(\$8,200,000)</del>
9			<u>\$8,197,000</u>
10	TOTAL APPROPRIATION.	. . . . .	<del>(\$16,408,000)</del>
11			<u>\$16,405,000</u>

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

14 (1) The educational service districts shall continue to furnish  
15 financial services required by the superintendent of public  
16 instruction and RCW 28A.310.190 (3) and (4).

17 (2) Funding within this section is provided for regional  
18 professional development related to mathematics and science  
19 curriculum and instructional strategies aligned with common core  
20 state standards and next generation science standards. Funding shall  
21 be distributed among the educational service districts in the same  
22 proportion as distributions in the 2007-2009 biennium. Each  
23 educational service district shall use this funding solely for salary  
24 and benefits for a certificated instructional staff with expertise in  
25 the appropriate subject matter and in professional development  
26 delivery, and for travel, materials, and other expenditures related  
27 to providing regional professional development support.

28 (3) The educational service districts, at the request of the  
29 state board of education pursuant to RCW 28A.310.010 and 28A.305.130,  
30 may receive and screen applications for school accreditation, conduct  
31 school accreditation site visits pursuant to state board of education  
32 rules, and submit to the state board of education post-site visit  
33 recommendations for school accreditation. The educational service  
34 districts may assess a cooperative service fee to recover actual plus  
35 reasonable indirect costs for the purposes of this subsection.

36 **Sec. 1508.** 2016 sp.s. c 36 s 507 (uncodified) is amended to read  
37 as follows:

1 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR LOCAL EFFORT**  
2 **ASSISTANCE**

3	General Fund—State Appropriation (FY 2016)	. . . . .	\$375,622,000
4	General Fund—State Appropriation (FY 2017)	. . . . .	<del>(\$390,801,000)</del>
5			<u>\$400,207,000</u>
6	TOTAL APPROPRIATION.	. . . . .	<del>(\$766,423,000)</del>
7			<u>\$775,829,000</u>

8 The appropriations in this section are subject to the following  
9 conditions and limitations: For purposes of RCW 84.52.0531, the  
10 increase per full-time equivalent student is 4.27 percent from the  
11 2014-15 school year to the 2015-16 school year and 1.09 percent from  
12 the 2015-16 school year to the 2016-17 school year.

13 **Sec. 1509.** 2016 sp.s. c 36 s 508 (uncodified) is amended to read  
14 as follows:

15 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR INSTITUTIONAL**  
16 **EDUCATION PROGRAMS**

17	General Fund—State Appropriation (FY 2016)	. . . . .	\$13,239,000
18	General Fund—State Appropriation (FY 2017)	. . . . .	<del>(\$13,271,000)</del>
19			<u>\$13,341,000</u>
20	TOTAL APPROPRIATION.	. . . . .	<del>(\$26,510,000)</del>
21			<u>\$26,580,000</u>

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

24 (1) Each general fund—state fiscal year appropriation includes  
25 such funds as are necessary to complete the school year ending in the  
26 fiscal year and for prior fiscal year adjustments.

27 (2) State funding provided under this section is based on  
28 salaries and other expenditures for a 220-day school year. The  
29 superintendent of public instruction shall monitor school district  
30 expenditure plans for institutional education programs to ensure that  
31 districts plan for a full-time summer program.

32 (3) State funding for each institutional education program shall  
33 be based on the institution's annual average full-time equivalent  
34 student enrollment. Staffing ratios for each category of institution  
35 shall remain the same as those funded in the 1995-97 biennium.

36 (4) The funded staffing ratios for education programs for  
37 juveniles age 18 or less in department of corrections facilities  
38 shall be the same as those provided in the 1997-99 biennium.

1 (5) \$757,000 of the general fund—state appropriation for fiscal  
2 year 2016 and (~~(\$757,000)~~) \$701,000 of the general fund—state  
3 appropriation for fiscal year 2017 are provided solely to maintain at  
4 least one certificated instructional staff and related support  
5 services at an institution whenever the K-12 enrollment is not  
6 sufficient to support one full-time equivalent certificated  
7 instructional staff to furnish the educational program. The following  
8 types of institutions are included: Residential programs under the  
9 department of social and health services for developmentally disabled  
10 juveniles, programs for juveniles under the department of  
11 corrections, programs for juveniles under the juvenile rehabilitation  
12 administration, and programs for juveniles operated by city and  
13 county jails.

14 (6) Ten percent of the funds allocated for each institution may  
15 be carried over from one year to the next.

16 **Sec. 1510.** 2016 sp.s. c 36 s 509 (uncodified) is amended to read  
17 as follows:

18 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR PROGRAMS FOR HIGHLY**  
19 **CAPABLE STUDENTS**

20	General Fund—State Appropriation (FY 2016)	. . . . .	\$10,012,000
21	General Fund—State Appropriation (FY 2017)	. . . . .	( <del>(\$10,162,000)</del> )
22			<u>\$10,185,000</u>
23	TOTAL APPROPRIATION.	. . . . .	( <del>(\$20,174,000)</del> )
24			<u>\$20,197,000</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  
28 funds as are necessary to complete the school year ending in the  
29 fiscal year and for prior fiscal year adjustments.

30 (2)(a) For the 2015-16 and 2016-17 school years, the  
31 superintendent shall allocate funding to school district programs for  
32 highly capable students as provided in RCW 28A.150.260(10)(c). In  
33 calculating the allocations, the superintendent shall assume the  
34 following: (i) Additional instruction of 2.1590 hours per week per  
35 funded highly capable program student; (ii) fifteen highly capable  
36 program students per teacher; (iii) 36 instructional weeks per year;  
37 (iv) 900 instructional hours per teacher; and (v) the district's

1 average staff mix and compensation rates as provided in sections 503  
2 and 504 of this act.

3 (b) From July 1, 2015, to August 31, 2015, the superintendent  
4 shall allocate funding to school districts programs for highly  
5 capable students as provided in section 511, chapter 4, Laws of 2013  
6 2nd sp. sess., as amended.

7 (3) \$85,000 of the general fund—state appropriation for fiscal  
8 year 2016 and \$85,000 of the general fund—state appropriation for  
9 fiscal year 2017 are provided solely for the centrum program at Fort  
10 Worden state park.

11 **Sec. 1511.** 2016 sp.s. c 36 s 511 (uncodified) is amended to read  
12 as follows:

13 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—EDUCATION REFORM**  
14 **PROGRAMS**

15	General Fund—State Appropriation (FY 2016) . . . . .	\$116,893,000
16	General Fund—State Appropriation (FY 2017) . . . . .	<del>(\$134,641,000)</del>
17		<u>\$136,063,000</u>
18	General Fund—Federal Appropriation . . . . .	\$99,278,000
19	General Fund—Private/Local Appropriation . . . . .	\$2,721,000
20	Education Legacy Trust Account—State Appropriation . . . . .	\$1,613,000
21	TOTAL APPROPRIATION. . . . .	<del>(\$355,146,000)</del>
22		<u>\$356,568,000</u>

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

25 (1) \$29,137,000 of the general fund—state appropriation for  
26 fiscal year 2016, \$36,648,000 of the general fund—state appropriation  
27 for fiscal year 2017, \$1,350,000 of the education legacy trust  
28 account—state appropriation, and \$16,268,000 of the general fund—  
29 federal appropriation are provided solely for development and  
30 implementation of the Washington state assessment system, including:

- 31 (a) Development and implementation of retake assessments for high  
32 school students who are not successful in one or more content areas;  
33 and (b) development and implementation of alternative assessments or  
34 appeals procedures to implement the certificate of academic  
35 achievement. The superintendent of public instruction shall report  
36 quarterly on the progress on development and implementation of  
37 alternative assessments or appeals procedures. Within these amounts,  
38 the superintendent of public instruction shall contract for the early

1 return of 10th grade student assessment results, on or around June  
2 10th of each year. State funding to districts shall be limited to one  
3 collection of evidence payment per student, per content-area  
4 assessment. Within the amounts provided in this section, the  
5 superintendent of public instruction shall administer the biology  
6 collection of evidence. The alternative assessment method that  
7 consists of an evaluation of a collection of student work samples  
8 under RCW 28A.655.065 (5) and (6) is intended to provide an  
9 alternative way for students to meet the state standards for high  
10 school graduation purposes. To ensure that students are learning the  
11 state standards, prior to the collection of work samples being  
12 submitted to the state for evaluation, a classroom teacher or other  
13 educator must review the collection of work to determine whether the  
14 sample is likely to meet the minimum required score to meet the state  
15 standard.

16 (2) \$356,000 of the general fund—state appropriation for fiscal  
17 year 2016 and \$356,000 of the general fund—state appropriation for  
18 fiscal year 2017 are provided solely for the Washington state  
19 leadership and assistance for science education reform (LASER)  
20 regional partnership activities coordinated at the Pacific science  
21 center, including instructional material purchases, teacher and  
22 principal professional development, and school and community  
23 engagement events.

24 (3) \$3,935,000 of the general fund—state appropriation for fiscal  
25 year 2016 and \$3,935,000 of the general fund—state appropriation for  
26 fiscal year 2017 are provided solely for implementation of a new  
27 performance-based evaluation for certificated educators and other  
28 activities as provided in chapter 235, Laws of 2010 (education  
29 reform) and chapter 35, Laws of 2012 (certificated employee  
30 evaluations).

31 (4) \$51,337,000 of the general fund—state appropriation for  
32 fiscal year 2016 and (~~(\$56,939,000)~~) \$58,361,000 of the general fund—  
33 state appropriation for fiscal year 2017 are provided solely for the  
34 following bonuses for teachers who hold valid, unexpired  
35 certification from the national board for professional teaching  
36 standards and who are teaching in a Washington public school, subject  
37 to the following conditions and limitations:

1 (a) For national board certified teachers, a bonus of \$5,151 per  
2 teacher in the 2015-16 school year and a bonus of \$5,208 per teacher  
3 in the 2016-17 school year;

4 (b) An additional \$5,000 annual bonus shall be paid to national  
5 board certified teachers who teach in either: (A) High schools where  
6 at least 50 percent of student headcount enrollment is eligible for  
7 federal free or reduced-price lunch, (B) middle schools where at  
8 least 60 percent of student headcount enrollment is eligible for  
9 federal free or reduced-price lunch, or (C) elementary schools where  
10 at least 70 percent of student headcount enrollment is eligible for  
11 federal free or reduced-price lunch;

12 (c) The superintendent of public instruction shall adopt rules to  
13 ensure that national board certified teachers meet the qualifications  
14 for bonuses under (b) of this subsection for less than one full  
15 school year receive bonuses in a prorated manner. All bonuses in this  
16 subsection will be paid in July of each school year. Bonuses in this  
17 subsection shall be reduced by a factor of 40 percent for first year  
18 NBPTS certified teachers, to reflect the portion of the instructional  
19 school year they are certified; and

20 (d) During the 2015-16 and 2016-17 school years, and within  
21 available funds, certificated instructional staff who have met the  
22 eligibility requirements and have applied for certification from the  
23 national board for professional teaching standards may receive a  
24 conditional loan of two thousand dollars or the amount set by the  
25 office of the superintendent of public instruction to contribute  
26 toward the current assessment fee, not including the initial up-front  
27 candidacy payment. The fee shall be an advance on the first annual  
28 bonus under RCW 28A.405.415. The conditional loan is provided in  
29 addition to compensation received under a district's salary schedule  
30 and shall not be included in calculations of a district's average  
31 salary and associated salary limitation under RCW 28A.400.200.  
32 Recipients who fail to receive certification after three years are  
33 required to repay the conditional loan. The office of the  
34 superintendent of public instruction shall adopt rules to define the  
35 terms for initial grant of the assessment fee and repayment,  
36 including applicable fees. To the extent necessary, the  
37 superintendent may use revenues from the repayment of conditional  
38 loan scholarships to ensure payment of all national board bonus  
39 payments required by this section in each school year.

1 (5) \$477,000 of the general fund—state appropriation for fiscal  
2 year 2016 and \$477,000 of the general fund—state appropriation for  
3 fiscal year 2017 are provided solely for the leadership internship  
4 program for superintendents, principals, and program administrators.

5 (6) \$950,000 of the general fund—state appropriation for fiscal  
6 year 2016 and \$950,000 of the general fund—state appropriation for  
7 fiscal year 2017 are provided solely for the Washington reading  
8 corps. The superintendent shall allocate reading corps members to  
9 low-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 (7) \$810,000 of the general fund—state appropriation for fiscal  
13 year 2016 and \$810,000 of the general fund—state appropriation for  
14 fiscal year 2017 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  
17 independent organization to operate a state-of-the-art education  
18 leadership academy that will be accessible throughout the state.  
19 Semiannually the independent organization shall report on amounts  
20 committed by foundations and others to support the development and  
21 implementation of this program. Leadership academy partners shall  
22 include the state level organizations for school administrators and  
23 principals, the superintendent of public instruction, the  
24 professional educator standards board, and others as the independent  
25 organization shall identify.

26 (8) \$3,000,000 of the general fund—state appropriation for fiscal  
27 year 2016 and \$3,000,000 of the general fund—state appropriation for  
28 fiscal year 2017 are provided solely for a statewide information  
29 technology (IT) academy program. This public-private partnership will  
30 provide educational software, as well as IT certification and  
31 software training opportunities for students and staff in public  
32 schools.

33 (9) \$1,777,000 of the general fund—state appropriation for fiscal  
34 year 2016 and \$1,777,000 of the general fund—state appropriation for  
35 fiscal year 2017 are provided solely for secondary career and  
36 technical education grants pursuant to chapter 170, Laws of 2008. If  
37 equally matched by private donations, \$700,000 of the 2016  
38 appropriation and \$700,000 of the 2017 appropriation shall be used to  
39 support FIRST robotics programs. Of the amounts in this subsection,

1 \$200,000 of the fiscal year 2016 appropriation and \$200,000 of the  
2 fiscal year 2017 appropriation are provided solely for the purpose of  
3 statewide supervision activities for career and technical education  
4 student leadership organizations.

5 (10) \$125,000 of the general fund—state appropriation for fiscal  
6 year 2016 and \$125,000 of the general fund—state appropriation for  
7 fiscal year 2017 are provided solely for (a) staff at the office of  
8 the superintendent of public instruction to coordinate and promote  
9 efforts to develop integrated math, science, technology, and  
10 engineering programs in schools and districts across the state; and  
11 (b) grants of \$2,500 to provide twenty middle and high school  
12 teachers each year with professional development training for  
13 implementing integrated math, science, technology, and engineering  
14 programs in their schools.

15 (11) \$135,000 of the general fund—state appropriation for fiscal  
16 year 2016 and \$135,000 of the general fund—state appropriation for  
17 fiscal year 2017 are provided solely for science, technology,  
18 engineering and mathematics lighthouse projects, consistent with  
19 chapter 238, Laws of 2010.

20 (12) \$5,500,000 of the general fund—state appropriation for  
21 fiscal year 2016 and \$9,000,000 of the general fund—state  
22 appropriation for fiscal year 2017 are provided solely for a  
23 beginning educator support program. The program shall prioritize  
24 first year teachers in the mentoring program. School districts and/or  
25 regional consortia may apply for grant funding. The program provided  
26 by a district and/or regional consortia shall include: A paid  
27 orientation; assignment of a qualified mentor; development of a  
28 professional growth plan for each beginning teacher aligned with  
29 professional certification; release time for mentors and new teachers  
30 to work together; and teacher observation time with accomplished  
31 peers. Funding may be used to provide statewide professional  
32 development opportunities for mentors and beginning educators.

33 (13) \$250,000 of the general fund—state appropriation for fiscal  
34 year 2016 and \$250,000 of the general fund—state appropriation for  
35 fiscal year 2017 are provided solely for advanced project lead the  
36 way courses at ten high schools. To be eligible for funding in 2016,  
37 a high school must have offered a foundational project lead the way  
38 course during the 2014-15 school year. The 2016 funding must be used  
39 for one-time start-up course costs for an advanced project lead the



1 way course, to be offered to students beginning in the 2015-16 school  
2 year. To be eligible for funding in 2016, a high school must have  
3 offered a foundational project lead the way course during the 2015-16  
4 school year. The 2017 funding must be used for one-time start-up  
5 course costs for an advanced project lead the way course, to be  
6 offered to students beginning in the 2016-17 school year. The office  
7 of the superintendent of public instruction and the education  
8 research and data center at the office of financial management shall  
9 track student participation and long-term outcome data.

10 (14) \$300,000 of the general fund—state appropriation for fiscal  
11 year 2016 and \$300,000 of the general fund—state appropriation for  
12 fiscal year 2017 are provided solely for annual start-up or expansion  
13 grants for aerospace and manufacturing technical programs housed at  
14 skill centers. The grants are provided for equipment, professional  
15 development, and curriculum purchases. To be eligible for funding,  
16 the skill center must agree to provide regional high schools with  
17 access to a technology laboratory, expand manufacturing certificate  
18 and course offerings at the skill center, and provide a laboratory  
19 space for local high school teachers to engage in professional  
20 development in the instruction of courses leading to student  
21 employment certification in the aerospace, manufacturing industries,  
22 or other high-skill programs as determined by the superintendent of  
23 public instruction or for professional development of such programs.  
24 The office of the superintendent of public instruction shall  
25 administer the grants in consultation with the center for excellence  
26 for aerospace and advanced materials manufacturing.

27 (15) \$150,000 of the general fund—state appropriation for fiscal  
28 year 2016 and \$150,000 of the general fund—state appropriation for  
29 fiscal year 2017 are provided solely for annual start-up or expansion  
30 grants to high schools to implement or expand aerospace manufacturing  
31 programs, or other high-skill programs as determined by the  
32 superintendent of public instruction or for professional development  
33 of such programs. The office of the superintendent of public  
34 instruction and the education research and data center at the office  
35 of financial management shall track student participation and long-  
36 term outcome data.

37 (16) \$5,000,000 of the general fund—state appropriation for  
38 fiscal year 2016 and \$5,000,000 of the general fund—state  
39 appropriation for fiscal year 2017 are provided solely for the

1 provision of training for teachers in the performance-based teacher  
2 principal evaluation program.

3 (17) \$7,235,000 of the general fund—state appropriation for  
4 fiscal year 2016 and \$9,352,000 of the general fund—state  
5 appropriation for fiscal year 2017 are provided solely for the  
6 implementation of chapter 159, Laws of 2013 (Engrossed Second  
7 Substitute Senate Bill No. 5329) (persistently failing schools).

8 (18) \$100,000 of the general fund—state appropriation for fiscal  
9 year 2016 and \$100,000 of the general fund—state appropriation for  
10 fiscal year 2017 are provided solely to promote the financial  
11 literacy of students. The effort will be coordinated through the  
12 financial literacy public-private partnership.

13 (19) \$99,000 of the general fund—state appropriation for fiscal  
14 year 2016 is provided solely for the office of the superintendent of  
15 public instruction to implement a youth dropout prevention program  
16 that incorporates partnerships between community-based organizations,  
17 schools, food banks and farms or gardens. The office of the  
18 superintendent of public instruction shall select one school district  
19 that must partner with an organization that is operating an existing  
20 similar program and that also has the ability to serve at least 40  
21 students. Of the amount appropriated in this subsection, up to  
22 \$10,000 may be used by the office of the superintendent of public  
23 instruction for administration of the program.

24 (20) \$2,194,000 of the general fund—state appropriation for  
25 fiscal year 2016 and \$2,194,000 of the general fund—state  
26 appropriation for fiscal year 2017 are provided solely to implement  
27 chapter 18, Laws of 2013 2nd sp. sess. (Engrossed Substitute Senate  
28 Bill No. 5946) (strengthening student educational outcomes).

29 (21) \$856,000 of the general fund—state appropriation for fiscal  
30 year 2016 and \$1,061,000 of the general fund—state appropriation for  
31 fiscal year 2017 are provided solely for chapter 184, Laws of 2013  
32 (Second Substitute House Bill No. 1642) (academic acceleration) and  
33 other activities proven to increase K-12 student enrollment in  
34 rigorous courses.

35 (22) \$36,000 of the general fund—state appropriation for fiscal  
36 year 2016 and \$36,000 of the general fund—state appropriation for  
37 fiscal year 2017 are provided solely for chapter 212, Laws of 2014  
38 (Substitute Senate Bill No. 6074) (homeless student educational  
39 outcomes).

1 (23) \$80,000 of the general fund—state appropriation for fiscal  
2 year 2016 and \$80,000 of the general fund—state appropriation for  
3 fiscal year 2017 are provided solely for chapter 219, Laws of 2014  
4 (Second Substitute Senate Bill No. 6163) (expanded learning).

5 (24) \$15,000 of the general fund—state appropriation for fiscal  
6 year 2016 and \$10,000 of the general fund—state appropriation for  
7 fiscal year 2017 are provided solely for chapter 102, Laws of 2014  
8 (Senate Bill No. 6424) (biliteracy seal).

9 (25) \$500,000 of the general fund—state appropriation for fiscal  
10 year 2016 and \$500,000 of the general fund—state appropriation for  
11 fiscal year 2017 are provided solely for the office of the  
12 superintendent of public instruction to contract with a nonprofit  
13 organization to integrate the state learning standards in English  
14 language arts, mathematics, and science with outdoor field studies  
15 and project-based and work-based learning opportunities aligned with  
16 the environmental, natural resource, and agricultural sectors.

17 (26) \$1,392,000 of general fund—state appropriation for fiscal  
18 year 2016 is provided solely for professional development and  
19 coaching for state-funded high school mathematics and science  
20 teachers. Training shall be provided in the 2015-16 school year by  
21 the science and mathematics coordinators at each educational service  
22 district. The professional development shall include instructional  
23 strategies and curriculum-specific training to improve outcomes for  
24 the statewide high school mathematics assessment or the high school  
25 biology assessment. The professional development provided may be  
26 broken up into shorter timeframes over the course of more than one  
27 day, but the aggregate amount of professional development provided  
28 shall be one full work day.

29 (27) \$205,000 of the general fund—state appropriation for fiscal  
30 year 2017 is provided solely for grants to high schools that have an  
31 existing international baccalaureate program and enrollments of  
32 seventy percent or more students eligible for free or reduced-price  
33 meals in the prior school year to implement and sustain an  
34 international baccalaureate program.

35 (28) Within the amounts provided in this section, the  
36 superintendent of public instruction shall obtain an existing student  
37 assessment inventory tool that is free and openly licensed and  
38 distribute the tool to every school district. Each school district  
39 shall use the student assessment inventory tool to identify all

1 state-level and district-level assessments that are required of  
 2 students. The state-required assessments should include: Reading  
 3 proficiency assessments used for compliance with RCW 28A.320.202; the  
 4 required statewide assessments under chapter 28A.655 RCW in grades  
 5 three through eight and at the high school level in English language  
 6 arts, mathematics, and science, as well as the practice and training  
 7 tests used to prepare for them; and the high school end-of-course  
 8 exams in mathematics under RCW 28A.655.066. District-required  
 9 assessments should include: The second grade reading assessment used  
 10 to comply with RCW 28A.300.320; interim smarter balanced assessments,  
 11 if required; the measures of academic progress assessment, if  
 12 required; and other required interim, benchmark, or summative  
 13 standardized assessments, including assessments used in social  
 14 studies, the arts, health, and physical education in accordance with  
 15 RCW 28A.230.095, and for educational technology in accordance with  
 16 RCW 28A.655.075. The assessments identified should not include  
 17 assessments used to determine eligibility for any categorical program  
 18 including the transitional bilingual instruction program, learning  
 19 assistance program, highly capable program, special education  
 20 program, or any formative or diagnostic assessments used solely to  
 21 inform teacher instructional practices, other than those already  
 22 identified. By October 15, 2016, each district shall report to the  
 23 superintendent the amount of student time that is spent taking each  
 24 assessment identified. By December 15, 2016, the superintendent shall  
 25 summarize the information reported by the school districts and report  
 26 to the education committees of the house of representatives and the  
 27 senate.

28 **Sec. 1512.** 2016 sp.s. c 36 s 512 (uncodified) is amended to read  
 29 as follows:

30 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR TRANSITIONAL**  
 31 **BILINGUAL PROGRAMS**

32	General Fund—State Appropriation (FY 2016)	. . . . .	\$118,648,000
33	General Fund—State Appropriation (FY 2017)	. . . . .	<del>(\$124,751,000)</del>
34			<u>\$129,666,000</u>
35	General Fund—Federal Appropriation	. . . . .	\$72,207,000
36	TOTAL APPROPRIATION.	. . . . .	<del>(\$315,606,000)</del>
37			<u>\$320,521,000</u>

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

3 (1) Each general fund fiscal year appropriation includes such  
4 funds as are necessary to complete the school year ending in the  
5 fiscal year and for prior fiscal year adjustments.

6 (2)(a) For the 2015-16 and 2016-17 school years, the  
7 superintendent shall allocate funding to school districts for  
8 transitional bilingual programs under RCW 28A.180.010 through  
9 28A.180.080, including programs for exited students, as provided in  
10 RCW 28A.150.260(10)(b) and the provisions of this section. In  
11 calculating the allocations, the superintendent shall assume the  
12 following averages: (i) Additional instruction of 4.7780 hours per  
13 week per transitional bilingual program student in grades  
14 kindergarten through twelve in school years 2015-16 and 2016-17; (ii)  
15 additional instruction of 3.0000 hours per week in school years  
16 2015-16 and 2016-17 for the head count number of students who have  
17 exited the transitional bilingual instruction program within the  
18 previous two years based on their performance on the English  
19 proficiency assessment; (iii) fifteen transitional bilingual program  
20 students per teacher; (iv) 36 instructional weeks per year; (v) 900  
21 instructional hours per teacher; and (vi) the district's average  
22 staff mix and compensation rates as provided in sections 503 and 504  
23 of this act. Pursuant to RCW 28A.180.040(1)(g), the instructional  
24 hours specified in (a)(ii) of this subsection (2) are within the  
25 program of basic education.

26 (b) From July 1, 2015, to August 31, 2015, the superintendent  
27 shall allocate funding to school districts for transitional bilingual  
28 instruction programs as provided in section 514, chapter 4, Laws of  
29 2013, 2nd sp. sess., as amended.

30 (3) The superintendent may withhold allocations to school  
31 districts in subsection (2) of this section solely for the central  
32 provision of assessments as provided in RCW 28A.180.090 (1) and (2)  
33 up to the following amounts: 2.40 percent for school year 2015-16 and  
34 1.97 percent for school year 2016-17.

35 (4) The general fund—federal appropriation in this section is for  
36 migrant education under Title I Part C and English language  
37 acquisition, and language enhancement grants under Title III of the  
38 elementary and secondary education act.

1 (5) \$35,000 of the general fund—state appropriation for fiscal  
2 year 2016 and \$35,000 of the general fund—state appropriation for  
3 fiscal year 2017 are provided solely to track current and former  
4 transitional bilingual program students.

5 (6) \$1,456,000 of the general fund—state appropriation for fiscal  
6 year 2017 is provided solely for the central provision of assessments  
7 pursuant to RCW 28A.180.090.

8 **Sec. 1513.** 2016 sp.s. c 36 s 513 (uncodified) is amended to read  
9 as follows:

10 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR THE LEARNING**  
11 **ASSISTANCE PROGRAM**

12	General Fund—State Appropriation (FY 2016)	. . . . .	\$224,311,000
13	General Fund—State Appropriation (FY 2017)	. . . . .	<del>(\$228,865,000)</del>
14			<u>\$225,808,000</u>
15	General Fund—Federal Appropriation	. . . . .	\$494,468,000
16	TOTAL APPROPRIATION.	. . . . .	<del>(\$947,644,000)</del>
17			<u>\$944,587,000</u>

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

20 (1) The general fund—state appropriations in this section are  
21 subject to the following conditions and limitations:

22 (a) The appropriations include such funds as are necessary to  
23 complete the school year ending in the fiscal year and for prior  
24 fiscal year adjustments.

25 (b)(i) For the 2015-16 and 2016-17 school years, the  
26 superintendent shall allocate funding to school districts for  
27 learning assistance programs as provided in RCW 28A.150.260(10)(a),  
28 except that the allocation for the additional instructional hours  
29 shall be enhanced as provided in this section, which enhancements are  
30 within the program of the basic education. In calculating the  
31 allocations, the superintendent shall assume the following averages:

32 (A) Additional instruction of 2.3975 hours per week per funded  
33 learning assistance program student for the 2015-16 school year and  
34 the 2016-17 school year; (B) fifteen learning assistance program  
35 students per teacher; (C) 36 instructional weeks per year; (D) 900  
36 instructional hours per teacher; and (E) the district's average staff  
37 mix and compensation rates as provided in sections 503 and 504 of  
38 this act.

1 (ii) From July 1, 2015, to August 31, 2015, the superintendent  
2 shall allocate funding to school districts for learning assistance  
3 programs as provided in section 515, chapter 4, Laws of 2013, 2nd sp.  
4 sess., as amended.

5 (c) A school district's funded students for the learning  
6 assistance program shall be the sum of the district's full-time  
7 equivalent enrollment in grades K-12 for the prior school year  
8 multiplied by the district's percentage of October headcount  
9 enrollment in grades K-12 eligible for free or reduced-price lunch in  
10 the prior school year. The prior school year's October headcount  
11 enrollment for free and reduced-price lunch shall be as reported in  
12 the comprehensive education data and research system.

13 (2) Allocations made pursuant to subsection (1) of this section  
14 shall be adjusted to reflect ineligible applications identified  
15 through the annual income verification process required by the  
16 national school lunch program, as recommended in the report of the  
17 state auditor on the learning assistance program dated February,  
18 2010.

19 (3) The general fund—federal appropriation in this section is  
20 provided for Title I Part A allocations of the no child left behind  
21 act of 2001.

22 (4) A school district may carry over from one year to the next up  
23 to 10 percent of the general fund—state funds allocated under this  
24 program; however, carryover funds shall be expended for the learning  
25 assistance program.

26 (5) Within existing resources, during the 2015-16 and 2016-17  
27 school years, school districts are authorized to use funds allocated  
28 for the learning assistance program to also provide assistance to  
29 high school students who have not passed the state assessment in  
30 science.

31 **Sec. 1514.** 2016 sp.s. c 36 s 514 (uncodified) is amended to read  
32 as follows:

33 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION**

34 (1) Amounts distributed to districts by the superintendent  
35 through part V of this act are for allocations purposes only, unless  
36 specified by part V of this act, and do not entitle a particular  
37 district, district employee, or student to a specific service, beyond  
38 what has been expressly provided in statute. Part V of this act  
39 restates the requirements of various sections of Title 28A RCW. If

1 any conflict exists, the provisions of Title 28A RCW control unless  
2 this act explicitly states that it is providing an enhancement. Any  
3 amounts provided in part V of this act in excess of the amounts  
4 required by Title 28A RCW provided in statute, are not within the  
5 program of basic education unless clearly stated by this act.

6 (2) To the maximum extent practicable, when adopting new or  
7 revised rules or policies relating to the administration of  
8 allocations in part V of this act that result in fiscal impact, the  
9 office of the superintendent of public instruction shall attempt to  
10 seek legislative approval through the budget request process.

11 (3) Appropriations made in this act to the office of the  
12 superintendent of public instruction shall initially be allotted as  
13 required by this act. Subsequent allotment modifications shall not  
14 include transfers of moneys between sections of this act, except as  
15 expressly provided in subsection (4) of this section.

16 (4) The appropriations to the office of the superintendent of  
17 public instruction in this act shall be expended for the programs and  
18 amounts specified in this act. However, after May 1, (~~2016~~) 2017,  
19 unless specifically prohibited by this act and after approval by the  
20 director of financial management, the superintendent of public  
21 instruction may transfer state general fund appropriations for fiscal  
22 year (~~2016~~) 2017 among the following programs to meet the  
23 apportionment schedule for a specified formula in another of these  
24 programs: General apportionment; employee compensation adjustments;  
25 pupil transportation; special education programs; institutional  
26 education programs; transitional bilingual programs; highly capable;  
27 and learning assistance programs.

28 (5) The director of financial management shall notify the  
29 appropriate legislative fiscal committees in writing prior to  
30 approving any allotment modifications or transfers under this  
31 section.

32 (6) As required by RCW 28A.710.110 as amended by Engrossed Second  
33 Substitute Senate Bill No. 6194 (public schools other than common  
34 schools), the office of the superintendent of public instruction  
35 shall transmit the charter school authorizer oversight fee for the  
36 charter school commission to the charter school oversight account.

37 (7) State general fund appropriations distributed through Part V  
38 of this act for the operation and administration of charter schools  
39 as provided in chapter 28A.710 RCW shall not include state common  
40 school levy revenues collected under RCW 84.52.065.



1       **Sec. 1515.** 2016 sp.s. c 36 s 516 (uncodified) is amended to read  
2 as follows:

3       **FOR THE OFFICE OF THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR**  
4       **CHARTER SCHOOLS**

5 Washington Opportunity Pathways Account—State

6       Appropriation. . . . .	(( <del>\$10,159,000</del> ))
7	<u>\$10,527,000</u>

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

10       (1) The superintendent shall distribute funding appropriated in  
11 this section to charter schools under chapter 28A.710 RCW as amended  
12 by Engrossed Second Substitute Senate Bill No. 6194 (public schools  
13 other than common schools).

14       (2) Within amounts provided in this section the superintendent  
15 shall distribute funding for safety net awards for charter schools  
16 with demonstrated needs for special education funding beyond the  
17 amounts provided under chapter 28A.710 RCW.

18       **Sec. 1516.** 2016 sp.s. c 36 s 517 (uncodified) is amended to read  
19 as follows:

20       **FOR THE WASHINGTON STATE CHARTER SCHOOL COMMISSION**

21       General Fund—State Appropriation (FY 2016) . . . . .	\$497,000
22       Washington Opportunity Pathways Account—State	
23       Appropriation. . . . .	\$546,000
24       Charter Schools Oversight Account—State Appropriation . . .	\$400,000
25       TOTAL APPROPRIATION. . . . .	\$1,443,000

26       The appropriations in this section are subject to the following  
27 conditions and limitations: The entire Washington opportunity  
28 pathways account—state appropriation in this section is provided (~~to~~  
29 ~~the superintendent of public instruction~~) solely for the operations  
30 of the Washington state charter school commission under chapter  
31 28A.710 RCW as amended by Engrossed Second Substitute Senate Bill No.  
32 6194 (public schools other than common schools).

(End of part)

PART XVI  
HIGHER EDUCATION

Sec. 1601. 2016 sp.s. c 36 s 602 (uncodified) is amended to read as follows:

**FOR THE STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES**

General Fund—State Appropriation (FY 2016)	\$625,251,000
General Fund—State Appropriation (FY 2017)	<del>(( \$666,835,000 ))</del>
	<u>\$667,464,000</u>
Community/Technical College Capital Projects	
Account—State Appropriation	\$17,548,000
Education Construction Account—State Appropriation	\$7,109,000
Education Legacy Trust Account—State	
Appropriation	\$96,422,000
TOTAL APPROPRIATION	<del>(( \$1,413,165,000 ))</del>
	<u>\$1,413,794,000</u>

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

(1) \$33,261,000 of the general fund—state appropriation for fiscal year 2016 and \$33,261,000 of the general fund—state appropriation for fiscal year 2017 are provided solely as special funds for training and related support services, including financial aid, as specified in RCW 28C.04.390. Funding is provided to support at least 7,170 full-time equivalent students in fiscal year 2016 and at least 7,170 full-time equivalent students in fiscal year 2017.

(2) \$5,450,000 of the education legacy trust account—state appropriation is provided solely for administration and customized training contracts through the job skills program. The state board shall make an annual report by January 1st of each year to the governor and to the appropriate policy and fiscal committees of the legislature regarding implementation of this section, listing the scope of grant awards, the distribution of funds by educational sector and region of the state, and the results of the partnerships supported by these funds.

(3) \$425,000 of the general fund—state appropriation for fiscal year 2016 and \$425,000 of the general fund—state appropriation for fiscal year 2017 are provided solely for Seattle central college's expansion of allied health programs.

1 (4)(a) \$17,058,000 of the general fund—state appropriation for  
2 fiscal year 2016 and (~~(\$17,506,000)~~) \$18,135,000 of the general fund—  
3 state appropriation for fiscal year 2017 are provided solely for the  
4 implementation of Second Engrossed Substitute Senate Bill No. 5954  
5 (college affordability program). If the bill is not enacted by July  
6 10, 2015, the amounts provided in this subsection shall lapse. For  
7 the 2016-17 academic year, if the total full-time equivalent annual  
8 average resident undergraduate enrollment for all community and  
9 technical colleges, excluding applied baccalaureate degrees as  
10 defined in RCW 28B.50.030, increases by more than one percent from  
11 the 2015-16 academic year, for purposes of calculating state funding  
12 for the tuition reduction backfill, only a one percent growth rate or  
13 all community and technical colleges' total preceding five-year  
14 average percentage full-time equivalent enrollment change, excluding  
15 applied baccalaureate degrees as defined in RCW 28B.50.030, whichever  
16 is greater, may be used in calculating the backfill.

17 (b) For the 2016-17 academic year, if the total full-time  
18 equivalent annual average resident undergraduate enrollment for  
19 applied baccalaureate degrees as defined in RCW 28B.50.030 for all  
20 community and technical colleges increases by more than one percent  
21 from the 2015-16 academic year, for purposes of calculating state  
22 funding for the tuition reduction backfill, only a one percent growth  
23 rate or all community and technical colleges' total preceding five-  
24 year average percentage full-time equivalent enrollment change for  
25 applied baccalaureate degrees as defined in RCW 28B.50.030, whichever  
26 is greater, may be used in calculating the backfill.

27 (5) \$5,250,000 of the general fund—state appropriation for fiscal  
28 year 2016 and \$5,250,000 of the general fund—state appropriation for  
29 fiscal year 2017 are provided solely for the student achievement  
30 initiative.

31 (6) \$410,000 of the general fund—state appropriation for fiscal  
32 year 2016, and \$860,000 of the general fund—state appropriation for  
33 fiscal year 2017 are provided solely for the expansion of the  
34 mathematics, engineering, and science achievement program. The state  
35 board shall report back to the appropriate committees of the  
36 legislature on the number of campuses and students served by December  
37 31, 2018.

38 (7) \$750,000 of the general fund—state appropriation for fiscal  
39 year 2016 is provided solely for Bellevue college to develop a

1 baccalaureate of science degree in computer science. Subject to  
2 approval by the state board for community and technical colleges, in  
3 fiscal year 2016 Bellevue college shall develop a baccalaureate of  
4 science degree in computer science. This degree must be directed at  
5 high school graduates who may enroll directly as freshmen and  
6 transfer-oriented degree and professional and technical degree  
7 holders. Bellevue college will develop a plan for offering this new  
8 degree by no later than fall quarter 2016. With the exception of the  
9 amounts provided in this subsection, the plan must assume funding for  
10 this new degree will come through redistribution of the college's  
11 current per full-time enrollment funding. The plan shall be delivered  
12 to the state board by June 30, 2016.

13 (8) Pursuant to aerospace industry appropriations (chapter 1,  
14 Laws of 2013 3rd sp. sess.), \$1,080,000 of the general fund—state  
15 appropriation for fiscal year 2016 and \$1,500,000 of the general fund  
16 —state appropriation for fiscal year 2017 are provided solely for  
17 operating a fabrication composite wing incumbent worker training  
18 program to be housed at the Washington aerospace training and  
19 research center.

20 (9) \$150,000 of the general fund—state appropriation for fiscal  
21 year 2016 and \$150,000 of the general fund—state appropriation for  
22 fiscal year 2017 are provided solely for the state board (~~to conduct~~  
23 ~~a feasibility study for a potential new community and technical~~  
24 ~~college in~~) for program delivery through Pierce college in  
25 conjunction with the Bethel school district for the Graham,  
26 Washington area.

27 (10) \$100,000 of the general fund—state appropriation for fiscal  
28 year 2016 and \$100,000 of the general fund—state appropriation for  
29 fiscal year 2017 are provided solely for the aerospace center of  
30 excellence currently hosted by Everett community college to:

31 (a) Increase statewide communications and outreach between  
32 industry sectors, industry organizations, businesses, K-12 schools,  
33 colleges, and universities;

34 (b) Enhance information technology to increase business and  
35 student accessibility and use of the center's web site; and

36 (c) Act as the information entry point for prospective students  
37 and job seekers regarding education, training, and employment in the  
38 industry.

1 (11) Community and technical colleges are not required to send  
2 mass mailings of course catalogs to residents of their districts.  
3 Community and technical colleges shall consider lower cost  
4 alternatives, such as mailing postcards or brochures that direct  
5 individuals to online information and other ways of acquiring print  
6 catalogs.

7 (12) The state board for community and technical colleges shall  
8 not use funds appropriated in this section to support intercollegiate  
9 athletics programs.

10 (13)(a) The state board must provide quality assurance reports on  
11 the ctcLink project at the frequency directed by the office of chief  
12 information officer for review and for posting on its information  
13 technology project dashboard.

14 (b) The state board must develop a technology budget using a  
15 method similar to the state capital budget, identifying project  
16 costs, funding sources, and anticipated deliverables through each  
17 stage of the investment and across fiscal periods and biennia from  
18 project initiation to implementation. The budget must be updated at  
19 the frequency directed by the office of chief information officer for  
20 review and for posting on its information technology project  
21 dashboard.

22 (c) The state board must contract with an independent  
23 verification and validation consultant to review the software that  
24 currently exists to determine if configuration and integrations are  
25 complete and to evaluate readiness to move forward with the ctcLink  
26 project. The state board must define the consultant's scope of work  
27 in conjunction with the office of chief information officer and allow  
28 for independent reporting by the consultant to the office of chief  
29 information officer.

30 (d) The office of the chief information officer may suspend the  
31 ctcLink project at any time if the office of the chief information  
32 officer determines that the project is not meeting or is not expected  
33 to meet anticipated performance measures, implementation timelines,  
34 or budget estimates. Once suspension or termination occurs, the state  
35 board shall not make additional expenditures on the ctcLink project  
36 without approval of the chief information officer.

37 (14) \$750,000 of the general fund—state appropriation for fiscal  
38 year 2016 and \$2,250,000 of the general fund—state appropriation for  
39 fiscal year 2017 is provided solely for Bellingham Technical College  
40 to administer on-site worker training and skill enhancement training

1 for employees of trade-impacted industrial facilities pursuant to  
2 trade adjustment assistance decision 64764.

3 (15) \$157,000 of the general fund—state appropriation for fiscal  
4 year 2017 is provided solely for Wenatchee Valley college to develop  
5 a wildfire prevention program.

6 **Sec. 1602.** 2016 sp.s. c 36 s 603 (uncodified) is amended to read  
7 as follows:

8 **FOR THE UNIVERSITY OF WASHINGTON**

9	General Fund—State Appropriation (FY 2016). . . . .	\$279,934,000
10	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$317,254,000)</del>
11		<u>\$317,739,000</u>
12	Education Legacy Trust Account—State Appropriation. . . .	\$28,088,000
13	Economic Development Strategic Reserve Account—	
14	State Appropriation. . . . .	\$3,011,000
15	Biotoxin Account—State Appropriation. . . . .	\$492,000
16	Accident Account—State Appropriation. . . . .	\$7,129,000
17	Medical Aid Account—State Appropriation. . . . .	\$6,749,000
18	Aquatic Land Enhancement Account—State Appropriation. . .	\$1,550,000
19	Dedicated Marijuana Account—State Appropriation	
20	(FY 2016). . . . .	\$227,000
21	Dedicated Marijuana Account—State Appropriation	
22	(FY 2017). . . . .	\$227,000
23	TOTAL APPROPRIATION. . . . .	<del>(\$644,661,000)</del>
24		<u>\$645,146,000</u>

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

27 (1) \$52,000 of the general fund—state appropriation for fiscal  
28 year 2016 and \$52,000 of the general fund—state appropriation for  
29 fiscal year 2017 are provided solely for the center for international  
30 trade in forest products in the college of forest resources.

31 (2) \$200,000 of the general fund—state appropriation for fiscal  
32 year 2016 and \$200,000 of the general fund—state appropriation for  
33 fiscal year 2017 are provided solely for labor archives of  
34 Washington. The university shall work in collaboration with the state  
35 board for community and technical colleges.

36 (3) \$8,000,000 of the education legacy trust account—state  
37 appropriation is provided solely for the family medicine residency

1 network at the university to expand the number of residency slots  
2 available in Washington.

3 (4) The university must continue work with the education research  
4 and data center to demonstrate progress in computer science and  
5 engineering enrollments. By September 1st of each year, the  
6 university shall provide a report including but not limited to the  
7 cost per student, student completion rates, and the number of low-  
8 income students enrolled in each program, any process changes or  
9 best-practices implemented by the university, and how many students  
10 are enrolled in computer science and engineering programs above the  
11 prior academic year.

12 (5) \$1,550,000 of the aquatic lands enhancement account—state is  
13 provided solely for ocean acidification monitoring, forecasting, and  
14 research and for operation of the Washington ocean acidification  
15 center. By September 1, 2015, the center must provide a biennial work  
16 plan and begin quarterly progress reports to the Washington marine  
17 resources advisory council created under RCW 43.06.338.

18 (6) \$6,000,000 of the education legacy trust account—state  
19 appropriation is provided solely for the expansion of degrees in the  
20 department of computer science and engineering at the Seattle campus.

21 (7) \$10,429,000 of the general fund—state appropriation for  
22 fiscal year 2016 and (~~(\$37,155,000)~~) \$37,640,000 of the general fund—  
23 state appropriation for fiscal year 2017 are provided solely for the  
24 implementation of Second Engrossed Substitute Senate Bill No. 5954  
25 (college affordability program). If the bill is not enacted by July  
26 10, 2015, the amounts provided in this subsection shall lapse. For  
27 the 2016-17 academic year, if the university's full-time equivalent  
28 annual average resident undergraduate enrollment increases by more  
29 than one percent from the 2015-16 academic year, for purposes of  
30 calculating state funding for the tuition reduction backfill, only a  
31 one percent growth rate or the university's preceding five-year  
32 average percentage full-time equivalent enrollment change, whichever  
33 is greater, may be used in calculating the backfill.

34 (8) \$3,000,000 of the economic development strategic reserve  
35 account appropriation is provided solely to support the joint center  
36 for aerospace innovation technology.

37 (9) The University of Washington shall not use funds appropriated  
38 in this section to support intercollegiate athletics programs.

1 (10) \$250,000 of the general fund—state appropriation for fiscal  
2 year 2016 and \$250,000 of the general fund—state appropriation for  
3 fiscal year 2017 are provided solely for the latino health center.

4 (11) \$200,000 of the general fund—state appropriation for fiscal  
5 year 2016 and \$200,000 of the general fund—state appropriation for  
6 fiscal year 2017 are provided solely for the climate impacts group in  
7 the college of the environment.

8 (12) To the extent federal or private funding is available for  
9 this purpose, the center for education data and research at the  
10 University of Washington shall examine the relationship between  
11 participation in pension systems and teacher quality and mobility  
12 patterns in the state, including changes in the patterns that have  
13 occurred since the 2009-2011 fiscal biennium. The department of  
14 retirement systems shall facilitate University of Washington  
15 researchers' access to necessary individual-level data necessary to  
16 effectively conduct the study. The University of Washington shall  
17 ensure that no individually identifiable information will be  
18 disclosed at any time. An interim report on project findings must be  
19 completed by November 15, 2015, and a final report must be submitted  
20 to the governor and to the relevant committees of the legislature by  
21 October 15, 2016.

22 (13) \$3,600,000 of the general fund—state appropriation for  
23 fiscal year 2016 and \$5,400,000 of the general fund—state  
24 appropriation for fiscal year 2017 are provided solely for the  
25 continued operations of the Washington, Wyoming, Alaska, Montana,  
26 Idaho medical school program.

27 (14) Within the amounts provided in this section, the university  
28 must determine the feasibility of establishing inter-agency  
29 agreements with the department of corrections and the special  
30 commitment center within the department of social and health services  
31 to provide each entity with discount pricing on prescription  
32 hepatitis C medications or other prescription medications as allowed  
33 under section 340B of the public health services act. By January 1,  
34 2016, the university must submit a report to the relevant policy and  
35 fiscal committees of the legislature that includes the following:

36 (a) Description of the steps required to achieve institutional  
37 cooperation on 340B pricing;

38 (b) Identification of barriers to achieving such an agreement;



1 (c) Where possible, possible solutions to overcoming these  
2 barriers;

3 (d) Estimates of the fiscal impact of this agreement in the  
4 2015-2017 and 2017-2019 fiscal biennia; and

5 (e) Timeline for implementation of such an agreement.

6 The inter-agency agreements must be in place prior to July 1,  
7 2016, and the agreements must not jeopardize the University of  
8 Washington's current compliance status with 340B program rules and  
9 regulations.

10 (15) Within the funds appropriated in this section, the  
11 University of Washington shall:

12 (a) Review the scholarly literature on the short-term and long-  
13 term effects of marijuana use to assess if other states or private  
14 entities are conducting marijuana research in areas that may be  
15 useful to the state.

16 (b) Provide as part of its budget request for the 2017-2019  
17 biennium:

18 (i) A list of intended state, federal, and privately funded  
19 marijuana research, including cost, duration, and scope;

20 (ii) Plans for partnerships with other universities, state  
21 agencies, or private entities, including entities outside the state,  
22 for purposes related to researching short-term and long-term effects  
23 of marijuana use.

24 (16) \$18,000 of the general fund—state appropriation for fiscal  
25 year 2016 and \$18,000 of the general fund—state appropriation for  
26 fiscal year 2017 are provided solely to implement Substitute Senate  
27 Bill No. 6519 (telemedicine). If the bill is not enacted by June 30,  
28 2016, the amounts provided in this subsection shall lapse.

29 (17) \$25,000 of the general fund—state appropriation for fiscal  
30 year 2016 and \$25,000 of the general fund—state appropriation for  
31 fiscal year 2017 are provided solely for the implementation of House  
32 Bill No. 1138 (higher education mental health).

33 **Sec. 1603.** 2016 sp.s. c 36 s 604 (uncodified) is amended to read  
34 as follows:

35 **FOR WASHINGTON STATE UNIVERSITY**

36	General Fund—State Appropriation (FY 2016). . . . .	\$181,494,000
37	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$207,738,000)</del>
38		<u>\$207,426,000</u>

1	Education Legacy Trust Account—State Appropriation. . . .	\$33,995,000
2	Dedicated Marijuana Account—State Appropriation (FY 2016). .	\$138,000
3	Dedicated Marijuana Account—State Appropriation (FY 2017). .	\$138,000
4	TOTAL APPROPRIATION. . . . .	(( <del>\$423,503,000</del> ))
5		<u>\$423,191,000</u>

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

8 (1) \$90,000 of the general fund—state appropriation for fiscal  
9 year 2016 and \$90,000 of the general fund—state appropriation for  
10 fiscal year 2017 are provided solely for a rural economic development  
11 and outreach coordinator.

12 (2) The university must continue work with the education research  
13 and data center to demonstrate progress in computer science and  
14 engineering enrollments. By September 1st of each year, the  
15 university shall provide a report including but not limited to the  
16 cost per student, student completion rates, and the number of low-  
17 income students enrolled in each program, any process changes or  
18 best-practices implemented by the university, and how many students  
19 are enrolled in computer science and engineering programs above the  
20 prior academic year.

21 (3) \$1,000,000 of the general fund—state appropriation for fiscal  
22 2016 and \$630,000 of the general fund—state appropriation for fiscal  
23 year 2017 are provided solely for the creation of an electrical  
24 engineering program located in Bremerton. At full implementation, the  
25 university is expected to increase degree production by 25 new  
26 bachelor's degrees per year. The university must identify these  
27 students separately when providing data to the education research  
28 data center as required in subsection (2) of this section.

29 (4) \$1,000,000 of the general fund—state appropriation for fiscal  
30 year 2016 and \$1,370,000 of the general fund—state appropriation for  
31 fiscal year 2017 are provided solely for the creation of software  
32 engineering and data analytic programs at the university center in  
33 Everett. At full implementation, the university is expected to enroll  
34 50 students per academic year. The university must identify these  
35 students separately when providing data to the education research  
36 data center as required in subsection (2) of this section.

37 (5) \$500,000 of the general fund—state appropriation for fiscal  
38 year 2016 and \$500,000 of the general fund—state appropriation for

1 fiscal year 2017 are provided solely for state match requirements  
2 related to the federal aviation administration grant.

3 (6) Washington State University shall not use funds appropriated  
4 in this section to support intercollegiate athletic programs.

5 (7) \$8,980,000 of the general fund—state appropriation for fiscal  
6 year 2016 and (~~(\$27,068,000)~~) \$26,756,000 of the general fund—state  
7 appropriation for fiscal year 2017 are provided solely for the  
8 implementation of Second Engrossed Substitute Senate Bill No. 5954  
9 (college affordability program). If the bill is not enacted by July  
10 10, 2015, the amounts provided in this subsection shall lapse. For  
11 the 2016-17 academic year, if the university's full-time equivalent  
12 annual average resident undergraduate enrollment increases by more  
13 than one percent from the 2015-16 academic year, for purposes of  
14 calculating state funding for the tuition reduction backfill, only a  
15 one percent growth rate or the university's preceding five-year  
16 average percentage full-time equivalent enrollment change, whichever  
17 is greater, may be used in calculating the backfill.

18 (8) \$1,098,000 of the general fund—state appropriation for fiscal  
19 year 2016 and \$1,402,000 of the general fund—state appropriation for  
20 fiscal year 2017 are provided solely for development of a medical  
21 school in Spokane. Funding must support the development of the  
22 curriculum, the courses, the faculty, and the administrative  
23 structure required by the liaison committee on medical education.

24 (9) Within the funds appropriated in this section, Washington  
25 State University is required to provide administrative support to the  
26 sustainable aviation biofuels work group authorized under RCW  
27 28B.30.904.

28 (10) Within the funds appropriated in this section, Washington  
29 State University shall:

30 (a) Review the scholarly literature on the short-term and long-  
31 term effects of marijuana use to assess if other states or private  
32 entities are conducting marijuana research in areas that may be  
33 useful to the state.

34 (b) Provide as part of its budget request for the 2017-2019  
35 biennium:

36 (i) A list of intended state, federal, and privately funded  
37 marijuana research, including cost, duration, and scope;

38 (ii) Plans for partnerships with other universities, state  
39 agencies, or private entities, including entities outside the state,

1 for purposes related to researching short-term and long-term effects  
2 of marijuana use.

3 (11) \$135,000 of the general fund—state appropriation for fiscal  
4 year 2017 is provided solely for a honey bee biology research  
5 position.

6 (12) \$580,000 of the general fund—state appropriation for fiscal  
7 year 2017 is provided solely for the development of an organic  
8 agriculture systems degree program located at the university center  
9 in Everett.

10 **Sec. 1604.** 2016 sp.s. c 36 s 605 (uncodified) is amended to read  
11 as follows:

12 **FOR EASTERN WASHINGTON UNIVERSITY**

13	General Fund—State Appropriation (FY 2016). . . . .	\$38,689,000
14	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$48,098,000)</del>
15		<u>\$48,011,000</u>
16	Education Legacy Trust Account—State	
17	Appropriation. . . . .	\$16,718,000
18	TOTAL APPROPRIATION. . . . .	<del>(\$103,505,000)</del>
19		<u>\$103,418,000</u>

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

22 (1) At least \$200,000 of the general fund—state appropriation for  
23 fiscal year 2016 and at least \$200,000 of the general fund—state  
24 appropriation for fiscal year 2017 must be expended on the Northwest  
25 autism center.

26 (2) The university must continue work with the education research  
27 and data center to demonstrate progress in computer science and  
28 engineering enrollments. By September 1st of each year, the  
29 university shall provide a report including but not limited to the  
30 cost per student, student completion rates, and the number of low-  
31 income students enrolled in each program, any process changes or  
32 best-practices implemented by the university, and how many students  
33 are enrolled in computer science and engineering programs above the  
34 prior academic year.

35 (3) Eastern Washington University shall not use funds  
36 appropriated in this section to support intercollegiate athletics  
37 programs.

1 (4) \$750,000 of the general fund—state appropriation for fiscal  
2 year 2016 and \$750,000 of the general fund—state appropriation are  
3 provided solely for student success and advising programs that lead  
4 to increased degree completion.

5 (5) \$2,425,000 of the general fund—state appropriation for fiscal  
6 year 2016 and (~~(\$9,698,000)~~) \$9,611,000 of the general fund—state  
7 appropriation for fiscal year 2017 are provided solely for the  
8 implementation of Second Engrossed Substitute Senate Bill No. 5954  
9 (college affordability program). If the bill is not enacted by July  
10 10, 2015, the amounts provided in this subsection shall lapse. For  
11 the 2016-17 academic year, if the university's full-time equivalent  
12 annual average resident undergraduate enrollment increases by more  
13 than one percent from the 2015-16 academic year, for purposes of  
14 calculating state funding for the tuition reduction backfill, only a  
15 one percent growth rate or the university's preceding five-year  
16 average percentage full-time equivalent enrollment change, whichever  
17 is greater, may be used in calculating the backfill.

18 **Sec. 1605.** 2016 sp.s. c 36 s 606 (uncodified) is amended to read  
19 as follows:

20 **FOR CENTRAL WASHINGTON UNIVERSITY**

21	General Fund—State Appropriation (FY 2016). . . . .	\$36,958,000
22	General Fund—State Appropriation (FY 2017). . . . .	( <del>(\$47,578,000)</del> )
23		<u>\$47,585,000</u>
24	Education Legacy Trust Account—State Appropriation. . . . .	\$19,140,000
25	TOTAL APPROPRIATION. . . . .	( <del>(\$103,676,000)</del> )
26		<u>\$103,683,000</u>

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

29 (1) The university must continue work with the education research  
30 and data center to demonstrate progress in engineering enrollments.  
31 By September 1st of each year, the university shall provide a report  
32 including but not limited to the cost per student, student completion  
33 rates, and the number of low-income students enrolled in each  
34 program, any process changes or best-practices implemented by the  
35 university, and how many students are enrolled in engineering  
36 programs above the prior academic year.

1 (2) Central Washington University shall not use funds  
2 appropriated in this section to support intercollegiate athletics  
3 programs.

4 (3) \$750,000 of the general fund—state appropriation for fiscal  
5 year 2016 and \$750,000 of the general fund—state appropriation are  
6 provided solely for student success and advising programs that lead  
7 to increased degree completion.

8 (4) \$2,739,000 of the general fund—state appropriation for fiscal  
9 year 2016 and (~~(\$10,826,000)~~) \$10,833,000 of the general fund—state  
10 appropriation for fiscal year 2017 are provided solely for the  
11 implementation of Second Engrossed Substitute Senate Bill No. 5954  
12 (college affordability program). If the bill is not enacted by July  
13 10, 2015, the amounts provided in this subsection shall lapse. For  
14 the 2016-17 academic year, if the university's full-time equivalent  
15 annual average resident undergraduate enrollment increases by more  
16 than one percent from the 2015-16 academic year, for purposes of  
17 calculating state funding for the tuition reduction backfill, only a  
18 one percent growth rate or the university's preceding five-year  
19 average percentage full-time equivalent enrollment change, whichever  
20 is greater, may be used in calculating the backfill.

21 **Sec. 1606.** 2016 sp.s. c 36 s 607 (uncodified) is amended to read  
22 as follows:

23 **FOR THE EVERGREEN STATE COLLEGE**

24	General Fund—State Appropriation (FY 2016). . . . .	\$22,068,000
25	General Fund—State Appropriation (FY 2017). . . . .	( <del>(\$25,441,000)</del> )
26		<u>\$25,409,000</u>
27	Education Legacy Trust Account—State Appropriation. . . . .	\$5,493,000
28	TOTAL APPROPRIATION. . . . .	( <del>(\$53,002,000)</del> )
29		<u>\$52,970,000</u>

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

32 (1) \$39,000 of the general fund—state appropriation for fiscal  
33 year 2016 and \$55,000 of the general fund—state appropriation for  
34 fiscal year 2017 are provided solely for the implementation of  
35 chapter 244, Laws of 2015 (college bound).

36 (2) \$39,000 of the general fund—state appropriation for fiscal  
37 year 2016 and \$32,000 of the general fund—state appropriation for  
38 fiscal year 2017 are provided solely for implementation of Engrossed

1 Second Substitute House Bill No. 1491 (early care & education  
2 system). If the bill is not enacted by July 10, 2015, the amounts  
3 provided in this subsection shall lapse.

4 (3) \$837,000 of the general fund—state appropriation for fiscal  
5 year 2016 and (~~(\$3,327,000)~~) \$3,295,000 of the general fund—state  
6 appropriation for fiscal year 2017 are provided solely for the  
7 implementation of Second Engrossed Substitute Senate Bill No. 5954  
8 (college affordability program). If the bill is not enacted by July  
9 10, 2015, the amounts provided in this subsection shall lapse. For  
10 the 2016-17 academic year, if the college's full-time equivalent  
11 annual average resident undergraduate enrollment increases by more  
12 than one percent from the 2015-16 academic year, for purposes of  
13 calculating state funding for the tuition reduction backfill, only a  
14 one percent growth rate or the college's preceding five-year average  
15 percentage full-time equivalent enrollment change, whichever is  
16 greater, may be used in calculating the backfill.

17 (4) \$40,000 of the general fund—state appropriation for fiscal  
18 year 2016 is provided solely for the tuition metric study in Second  
19 Engrossed Substitute Senate Bill No. 5954 (college affordability  
20 program). If the bill is not enacted by July 10, 2015, the amounts  
21 provided in this subsection shall lapse.

22 (5) \$121,000 of the general fund—state appropriation for fiscal  
23 year 2016 is provided solely for implementation of section 15 of  
24 chapter 269, Laws of 2015 (mental health/involuntary outpatient). If  
25 the bill is not enacted by July 10, 2015, the amount provided in this  
26 subsection shall lapse.

27 (6) \$295,000 of the general fund—state appropriation for fiscal  
28 year 2016 and \$295,000 of the general fund—state appropriation for  
29 fiscal year 2017 are provided solely for the Washington state  
30 institute of public policy to contract with an objective, non-  
31 partisan, nationally known organization to examine policy options for  
32 increasing the availability of primary care services in rural  
33 Washington.

34 (7) \$750,000 of the general fund—state appropriation for fiscal  
35 year 2016 and \$750,000 of the general fund—state appropriation for  
36 fiscal year 2017 are provided solely for student success and advising  
37 programs that lead to increased degree completion.

1 (8) Funding provided in this section is sufficient for The  
2 Evergreen State College to continue operations of the Longhouse  
3 Center and the Northwest Indian applied research institute.

4 (9) \$50,000 of the general fund—state appropriation for fiscal  
5 year 2016 and \$50,000 of the general fund—state appropriation for  
6 fiscal year 2017 are provided solely for the Washington state  
7 institute for public policy to review existing research literature  
8 and begin a four-year study to evaluate outcomes regarding the cost  
9 effectiveness of FDA approved long-acting injectable medications that  
10 are indicated for the treatment of alcohol and opiate dependence. Any  
11 outcome evaluation will be focused on potential benefits to prison  
12 offenders being released into the community and the effects on  
13 recidivism. The institute shall submit a report summarizing cost-  
14 effectiveness findings from the existing research literature to the  
15 appropriate committees of the legislature by December 31, 2016.

16 (10) Notwithstanding other provisions in this section, the board  
17 of directors for the Washington state institute for public policy may  
18 adjust due dates for projects included on the institute's 2015-2017  
19 work plan as necessary to efficiently manage workload.

20 (11) The Evergreen State College shall not use funds appropriated  
21 in this section to support intercollegiate athletics programs.

22 (12) \$48,000 of the general fund—state appropriation for fiscal  
23 year 2017 is provided solely for the implementation of Second  
24 Substitute House Bill No. 2449 (truancy reduction). If the bill is  
25 not enacted by June 30, 2016, the amount provided in this subsection  
26 shall lapse.

27 (13) \$32,000 of the general fund—state appropriation for fiscal  
28 year 2017 is provided solely for the implementation of Second  
29 Substitute House Bill No. 2791 (Washington statewide reentry  
30 council). If the bill is not enacted by June 30, 2016, the amount  
31 provided in this subsection shall lapse.

32 (14) \$16,000 of the general fund—state appropriation for fiscal  
33 year 2017 is provided solely for the implementation of Engrossed  
34 Second Substitute Senate Bill No. 6455 (professional educator  
35 workforce). If the bill is not enacted by June 30, 2016, the amount  
36 provided in this subsection shall lapse.

37 (15) \$26,000 of the general fund—state appropriation for fiscal  
38 year 2017 is provided solely for the implementation of Engrossed



1 Senate Bill No. 6620 (school safety). If the bill is not enacted by  
2 June 30, 2016, the amount provided in this subsection shall lapse.

3 (16) \$30,000 of the general fund—state appropriation for fiscal  
4 year 2016 and \$120,000 of the general fund—state appropriation for  
5 fiscal year 2017 are provided solely for the Washington state  
6 institute for public policy to evaluate and report to the appropriate  
7 legislative committees on the impact and cost effectiveness of the  
8 hub home model, a model for foster care delivery. The institute shall  
9 use the most appropriate available methods to evaluate the model's  
10 impact on child safety, permanency, placement stability and, if  
11 possible, sibling connections, culturally relevant care, and  
12 caregiver retention. The report shall include an analysis of whether  
13 the model yields long-term cost savings in comparison with  
14 traditional foster care. The department of social and health services  
15 children's administration shall facilitate provision of the data  
16 necessary to conduct the evaluation. The institute shall submit an  
17 interim report by January 15, 2017, and a final report by June 30,  
18 2017. The institute may receive additional funds from a private  
19 organization for the purpose of the evaluation.

20 **Sec. 1607.** 2016 sp.s. c 36 s 608 (uncodified) is amended to read  
21 as follows:

22 **FOR WESTERN WASHINGTON UNIVERSITY**

23	General Fund—State Appropriation (FY 2016). . . . .	\$53,447,000
24	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$67,091,000)</del>
25		<u>\$67,224,000</u>
26	Education Legacy Trust Account—State	
27	Appropriation. . . . .	\$13,737,000
28	TOTAL APPROPRIATION. . . . .	<del>(\$134,275,000)</del>
29		<u>\$134,408,000</u>

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

32 (1) The university must continue work with the education research  
33 and data center to demonstrate progress in computer science and  
34 engineering enrollments. By September 1st of each year, the  
35 university shall provide a report including but not limited to the  
36 cost per student, student completion rates, and the number of low-  
37 income students enrolled in each program, any process changes or  
38 best-practices implemented by the university, and how many students

1 are enrolled in computer science and engineering programs above the  
2 prior academic year.

3 (2) \$910,000 of the general fund—state appropriation for fiscal  
4 year 2016 and \$630,000 of the general fund—state appropriation for  
5 fiscal year 2017 are provided solely for the creation of a computer  
6 and information systems security program located at Olympic college -  
7 Poulsbo. The university is expected to enroll 30 students each  
8 academic year beginning in fiscal year 2017. The university must  
9 identify these students separately when providing data to the  
10 educational data centers as required in (1) of this section.

11 (3) Western Washington University shall not use funds  
12 appropriated in this section to support intercollegiate athletics  
13 programs.

14 (4) \$3,726,000 of the general fund—state appropriation for fiscal  
15 year 2016 and (~~(\$14,819,000)~~) \$14,952,000 of the general fund—state  
16 appropriation for fiscal year 2017 are provided solely for the  
17 implementation of Second Engrossed Substitute Senate Bill No. 5954  
18 (college affordability program). If the bill is not enacted by July  
19 10, 2015, the amounts provided in this subsection shall lapse. For  
20 the 2016-17 academic year, if the university's full-time equivalent  
21 annual average resident undergraduate enrollment increases by more  
22 than one percent from the 2015-16 academic year, for purposes of  
23 calculating state funding for the tuition reduction backfill, only a  
24 one percent growth rate or the university's preceding five-year  
25 average percentage full-time equivalent enrollment change, whichever  
26 is greater, may be used in calculating the backfill.

27 (5) \$250,000 of the general fund—state appropriation for fiscal  
28 year 2017 is provided solely for the endowment of the Jaffee  
29 professorship in Jewish history and holocaust studies.

30 **Sec. 1608.** 2016 sp.s. c 36 s 609 (uncodified) is amended to read  
31 as follows:

32 **FOR THE STUDENT ACHIEVEMENT COUNCIL—POLICY COORDINATION AND**  
33 **ADMINISTRATION**

34	General Fund—State Appropriation (FY 2016). . . . .	\$5,515,000
35	General Fund—State Appropriation (FY 2017). . . . .	( <del>(\$6,217,000)</del> )
36		<u>\$6,289,000</u>
37	General Fund—Federal Appropriation. . . . .	\$4,859,000
38	TOTAL APPROPRIATION. . . . .	( <del>(\$16,591,000)</del> )

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

(1) \$182,000 of the general fund—state appropriation for fiscal year 2017 is provided solely for the student achievement council, the workforce training and education coordinating board, and the department of licensing to work together to design and oversee a study, to be administered by the council, that objectively analyzes and makes recommendations about systemic overlaps and gaps in jurisdiction regarding for-profit degree-granting institutions and private vocational schools in the state. The council may contract with a neutral third-party research organization to conduct the study. The study must be conducted in two phases, starting with an assessment of perspectives and relevant studies. A second phase, if deemed appropriate by the council, the workforce training and education coordinating board, and other stakeholders, may consist of facilitated discussions amongst agencies, regulated entities, and stakeholders to reach agreed-upon recommendations.

(a) The study must include recommendations to improve oversight and accountability of these institutions and schools and a review of whether, and how, different standards are applied to the institutions and schools by different agencies. Specifically, the study must:

(i) Examine the data collection and reporting practices of for-profit degree-granting institutions and private vocational schools compared to the data collection and reporting of the community and technical colleges. The study must determine if there are inconsistencies and discrepancies in the practices of the for-profit degree-granting institutions and private vocational schools. The study must also make recommendations on the methods of collecting, analyzing, and reporting data, including what measurements to use, to ensure that data from for-profit degree-granting institutions and private vocational schools can be accurately compared to data from the community and technical colleges;

(ii) Study the current regulations governing these institutions and schools and recommend necessary changes to achieve consistent regulatory oversight of the entire system;

(iii) Recommend ways to implement a cohesive method for guiding and assisting current and prospective students who have questions and concerns; and

1 (iv) Review whether an ombuds position serving students of for-  
2 profit degree-granting institutions and private vocational schools  
3 should be created. If the recommendation is to create an ombuds  
4 position, the study must make a recommendation on which state entity  
5 should house the position.

6 (b) The assessment phase of the study may begin July 1, 2016. The  
7 council must issue a final report, including the result of any  
8 facilitated agreed-upon recommendations, to the appropriate  
9 committees of the legislature by January 1, 2017.

10 (2) \$25,000 of the general fund—state appropriation for fiscal  
11 year 2017 is provided solely to implement Second Engrossed Substitute  
12 Senate Bill No. 6601 (Washington college savings program). If the  
13 bill is not enacted by June 30, 2016, the amount provided in this  
14 subsection shall lapse.

15 (3) \$250,000 of the general fund—state appropriation for fiscal  
16 year 2017 is provided solely for the council to complete a higher  
17 education needs assessment for southeast King county, and to prepare  
18 a program and operating plan to meet the higher education needs  
19 identified in the assessment. The needs assessment shall consider  
20 population changes, higher education participation rates, economic  
21 demand and work force needs, commute times for study area residents  
22 to existing higher education institutions, and any other items  
23 identified by the council. In completing the needs assessment and  
24 plan, the council shall consider the factors outlined in RCW  
25 28B.77.080, enrollment trends in the study area, employer needs,  
26 existing and needed postsecondary programs, recommended strategies  
27 for promoting program participation, an estimated cost to meet the  
28 assessed need, and potential location sites. In preparing a program  
29 and operating plan, the council shall consider a variety of higher  
30 education options including, but not limited to, a branch campus, a  
31 university center, a private university, and an online learning  
32 center. The needs assessment and plan must be developed in  
33 consultation with an advisory committee of civic, business, and  
34 education leaders from southeast King county. The council shall  
35 provide a preliminary report to the appropriate committees of the  
36 legislature and the governor by November 1, 2016, and a final report  
37 by January 1, 2017. The council may contract with a consultant to  
38 complete this study.

1       **Sec. 1609.** 2016 sp.s. c 36 s 610 (uncodified) is amended to read  
2 as follows:

3       **FOR THE STUDENT ACHIEVEMENT COUNCIL—OFFICE OF STUDENT FINANCIAL**  
4       **ASSISTANCE**

5	General Fund—State Appropriation (FY 2016). . . . .	\$265,978,000
6	General Fund—State Appropriation (FY 2017). . . . .	\$234,444,000
7	General Fund—Federal Appropriation. . . . .	\$11,801,000
8	General Fund—Private/Local Appropriation. . . . .	\$300,000
9	Aerospace Training Student Loan Account—State	
10	Appropriation (FY 2017). . . . .	\$104,000
11	Washington Opportunity Expansion Account—State	
12	Appropriation. . . . .	\$6,000,000
13	Education Legacy Trust Account—State Appropriation. . . .	\$40,671,000
14	Health Professional Loan Repayment Scholarship	
15	Program Account—State Appropriation. . . . .	\$1,720,000
16	Washington Opportunity Pathways Account—State	
17	Appropriation (FY 2016). . . . .	\$95,061,000
18	Washington Opportunity Pathways Account—State	
19	Appropriation (FY 2017). . . . .	<del>(\$78,469,000)</del>
20		<u>\$77,260,000</u>
21	TOTAL APPROPRIATION. . . . .	<del>(\$734,548,000)</del>
22		<u>\$733,339,000</u>

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

25       (1) \$235,217,000 of the general fund—state appropriation for  
26 fiscal year 2016, \$201,760,000 of the general fund—state  
27 appropriation for fiscal year 2017, \$26,000,000 of the education  
28 legacy trust account—state appropriation, \$77,500,000 of the  
29 Washington opportunity pathways account—state appropriation for  
30 fiscal year 2016, and \$67,500,000 of the Washington opportunity  
31 pathways account—state appropriation for fiscal year 2017 are  
32 provided solely for student financial aid payments under the state  
33 need grant, implementation of Second Engrossed Substitute Senate Bill  
34 No. 5954 (college affordability program), and state work study  
35 programs including up to four percent administrative allowance for  
36 the state work study program.

37       (2) Changes made to the state need grant program in the 2011-2013  
38 fiscal biennium are continued in the 2015-2017 fiscal biennium. For

1 the 2015-2017 fiscal biennium, awards given to private institutions  
2 shall be the same amount as the prior year.

3 (3) Changes made to the state work study program in the 2009-2011  
4 and 2011-2013 fiscal biennia are continued in the 2015-2017 fiscal  
5 biennium including maintaining the increased required employer share  
6 of wages; adjusted employer match rates; discontinuation of  
7 nonresident student eligibility for the program; and revising  
8 distribution methods to institutions by taking into consideration  
9 other factors such as off-campus job development, historical  
10 utilization trends, and student need.

11 (4) Within the funds appropriated in this section, eligibility  
12 for the state need grant includes students with family incomes at or  
13 below 70 percent of the state median family income (MFI), adjusted  
14 for family size, and shall include students enrolled in three to five  
15 credit-bearing quarter credits, or the equivalent semester credits.  
16 Awards for students with incomes between 51 and 70 percent of the  
17 state median shall be prorated at the following percentages of the  
18 award amount granted to those with incomes below 51 percent of the  
19 MFI: 70 percent for students with family incomes between 51 and 55  
20 percent MFI; 65 percent for students with family incomes between 56  
21 and 60 percent MFI; 60 percent for students with family incomes  
22 between 61 and 65 percent MFI; and 50 percent for students with  
23 family incomes between 66 and 70 percent MFI.

24 (5) Of the amounts provided in subsection (1) of this section,  
25 \$100,000 of the general fund—state appropriation for fiscal year 2016  
26 and \$100,000 of the general fund—state appropriation for fiscal year  
27 2017 are provided for the council to process an alternative financial  
28 aid application system pursuant to RCW 28B.92.010.

29 (6)(a) Students who are eligible for the college bound  
30 scholarship shall be given priority for the state need grant program.  
31 These eligible college bound students whose family incomes are in the  
32 0-65 percent median family income ranges must be awarded the maximum  
33 state need grant for which they are eligible under state policies and  
34 may not be denied maximum state need grant funding due to  
35 institutional policies or delayed awarding of college bound  
36 scholarship students. The council shall provide directions to  
37 institutions to maximize the number of college bound scholarship  
38 students receiving the maximum state need grant for which they are  
39 eligible with a goal of 100 percent coordination. Institutions shall  
40 identify all college bound scholarship students to receive state need

1 grant priority. If an institution is unable to identify all college  
2 bound scholarship students at the time of initial state aid  
3 packaging, the institution should reserve state need grant funding  
4 sufficient to cover the projected enrollments of college bound  
5 scholarship students.

6 (b) In calculating the college bound award, public institutions  
7 of higher education are subject to the conditions and limitations in  
8 RCW 28B.15.102 and shall not utilize college bound funds to offset  
9 tuition costs from rate increases in excess of levels authorized in  
10 section 603, chapter 50, Laws of 2011.

11 (7) \$14,670,000 of the education legacy trust account—state  
12 appropriation, \$17,561,000 of the Washington opportunity pathways  
13 account—state appropriation for fiscal year 2016, and (~~(\$10,969,000)~~)  
14 \$9,760,000 of the Washington opportunity pathways account—state  
15 appropriation for fiscal year 2017 are provided solely for the  
16 college bound scholarship program, implementation of Second Engrossed  
17 Substitute Senate Bill No. 5954 (college affordability program), and  
18 may support scholarships for summer session.

19 (8) \$2,236,000 of the general fund—state appropriation for fiscal  
20 year 2016 and \$2,236,000 of the general fund—state appropriation for  
21 fiscal year 2017 are provided solely for the passport to college  
22 program. The maximum scholarship award is up to \$5,000. The board  
23 shall contract with a nonprofit organization to provide support  
24 services to increase student completion in their postsecondary  
25 program and shall, under this contract, provide a minimum of \$500,000  
26 in fiscal years 2016 and 2017 for this purpose.

27 (9) \$20,000,000 of the general fund—state appropriation for  
28 fiscal year 2016 and \$21,000,000 of the general fund—state  
29 appropriation for fiscal year 2017 are provided solely to meet state  
30 match requirements associated with the opportunity scholarship  
31 program. The legislature will evaluate subsequent appropriations to  
32 the opportunity scholarship program based on the extent that  
33 additional private contributions are made, program spending patterns,  
34 and fund balance.

35 (10) \$3,825,000 of the general fund—state appropriation for  
36 fiscal year 2016 and \$3,825,000 of the general fund—state  
37 appropriation for fiscal year 2017 are provided solely for  
38 expenditure into the health professionals loan repayment and  
39 scholarship program account. These amounts and \$1,720,000

1 appropriated from the health professionals loan repayment and  
2 scholarship program account must be used to increase the number of  
3 licensed primary care health professionals to serve in licensed  
4 primary care health professional critical shortage areas. The office  
5 of student financial assistance and the department of health shall  
6 prioritize a portion of any nonfederal balances in the health  
7 professional loan repayment and scholarship fund for conditional loan  
8 repayment contracts with psychiatrists and with advanced registered  
9 nurse practitioners for work at one of the state-operated psychiatric  
10 hospitals. The office and department shall designate the state  
11 hospitals as health professional shortage areas if necessary for this  
12 purpose. The office shall coordinate with the department of social  
13 and health services to effectively incorporate three conditional loan  
14 repayments into the department's advanced psychiatric professional  
15 recruitment and retention strategies. The office may use these  
16 targeted amounts for other program participants should there be any  
17 remaining amounts after eligible psychiatrists and advanced  
18 registered nurse practitioners have been served. The office shall  
19 also work to prioritize loan repayments to professionals working at  
20 health care delivery sites that demonstrate a commitment to serving  
21 uninsured clients.

22 (11) \$56,000 of the general fund—state appropriation for fiscal  
23 year 2016 and \$42,000 of the general fund—state appropriation for  
24 fiscal year 2017 are provided solely for the council to design and  
25 implement a program that provides customized information to high-  
26 achieving (as determined by local school districts), low-income, high  
27 school students. "Low-income" means students who are from low-income  
28 families as defined by the education data center in RCW 43.41.400.  
29 For the purposes of designing, developing, and implementing the  
30 program, the council shall partner with a national entity that offers  
31 aptitude tests and shall consult with institutions of higher  
32 education with a physical location in Washington. The council shall  
33 implement the program no later than fall 2016, giving consideration  
34 to spring mailings in order to capture early action decisions offered  
35 by institutions of higher education and nonprofit baccalaureate  
36 degree-granting institutions. The information packet for students  
37 must include at a minimum:

- 38 (a) Materials that help students to choose colleges;  
39 (b) An application guidance booklet;



1 (c) Application fee waivers, if available, for four-year  
2 institutions of higher education and independent nonprofit  
3 baccalaureate degree-granting institutions in the state that enable  
4 students receiving a packet to apply without paying application fees;

5 (d) Information on college affordability and financial aid that  
6 includes information on the net cost of attendance for each four-year  
7 institution of higher education and each nonprofit baccalaureate  
8 degree-granting institution, and information on merit and need-based  
9 aid from federal, state, and institutional sources; and

10 (e) A personally addressed cover letter signed by the governor  
11 and the president of each four-year institution of higher education  
12 and nonprofit baccalaureate degree-granting institution in the state.

13 (12) \$6,000,000 of the opportunity expansion account—state  
14 appropriation is provided solely for the opportunity expansion  
15 program in RCW 28B.145.060. At the direction of the opportunity  
16 scholarship board, the council must distribute the funding provided  
17 in this subsection to institutions of higher education to increase  
18 the number of baccalaureate degrees produced in high employer demand  
19 and other programs of study.

20 (13) \$1,144,000 of the general fund—state appropriation for  
21 fiscal year 2017 is provided solely for the implementation of  
22 Engrossed Second Substitute Senate Bill No. 6455 (professional  
23 educator workforce). If the bill is not enacted by June 30, 2016, the  
24 amount provided in this subsection shall lapse. Of the amount  
25 provided in this subsection:

26 (a) \$468,000 is for the teacher shortage conditional grant  
27 program;

28 (b) \$468,000 is for the student teaching residency grant program;  
29 and

30 (c) \$208,000 is for the development and implementation of the  
31 teacher shortage conditional grant program and the student teaching  
32 residency grant program.

33 (14) The council shall examine issues related to college bound  
34 scholarship students who become income ineligible for the college  
35 bound scholarship program but maintain eligibility for the state need  
36 grant and shall report to the governor and appropriate committees of  
37 the legislature by December 1, 2016, with any recommendations.

38 **Sec. 1610.** 2016 sp.s. c 36 s 611 (uncodified) is amended to read  
39 as follows:

1 **FOR THE WORKFORCE TRAINING AND EDUCATION COORDINATING BOARD**

2	General Fund—State Appropriation (FY 2016). . . . .	\$1,648,000
3	General Fund—State Appropriation (FY 2017). . . . .	<del>(( \$1,744,000 ))</del>
4		<u>\$1,752,000</u>
5	General Fund—Federal Appropriation. . . . .	\$55,143,000
6	General Fund—Private/Local Appropriation. . . . .	\$72,000
7	TOTAL APPROPRIATION. . . . .	<del>(( \$58,607,000 ))</del>
8		<u>\$58,615,000</u>

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

11 (1) For the 2015-2017 fiscal biennium the board shall not  
12 designate recipients of the Washington award for vocational  
13 excellence or recognize them at award ceremonies as provided in RCW  
14 28C.04.535.

15 (2) The health workforce council of the state workforce training  
16 and education coordinating board, in partnership with work underway  
17 with the office of the governor, shall, within resources available  
18 for such purpose, but not to exceed \$250,000, assess workforce  
19 shortages across behavioral health disciplines. The board shall  
20 create a recommended action plan to address behavioral health  
21 workforce shortages and to meet the increased demand for services  
22 now, and with the integration of behavioral health and primary care  
23 in 2020. The analysis and recommended action plan shall align with  
24 the recommendations of the adult behavioral health system task force  
25 and related work of the healthier Washington initiative. The board  
26 shall consider workforce data, gaps, distribution, pipeline,  
27 development, and infrastructure, including innovative high school,  
28 postsecondary, and postgraduate programs to evolve, align, and  
29 respond accordingly to our state's behavioral health and related and  
30 integrated primary care workforce needs. The board will submit  
31 preliminary recommendations to the governor and appropriate  
32 committees of the legislature by October 15, 2016. The board will  
33 continue its work and submit final recommendations in 2017.

34 (3) \$75,000 of the general fund—state appropriation for fiscal  
35 year 2017 is provided solely for the workforce training and education  
36 coordinating board to develop a plan for a career and college ready  
37 lighthouse program that is representative of the different  
38 geographies and industries throughout the state. The plan must  
39 provide students the opportunity to: Explore and understand career

1 opportunities through applied learning; engage with industry mentors;  
2 and, plan for career and college success. Additionally, the plan must  
3 include: Work-integrated and career-related strategies that increase  
4 college and career readiness of the students statewide; specify where  
5 and how the board will utilize mentor school districts; and identify  
6 the needs of districts to provide career and college ready  
7 opportunities. The board must convene an advisory committee to  
8 provide assistance with the development of the plan. The advisory  
9 committee must comprise: Individuals from the public and private  
10 sector with expertise in career and technical education and work-  
11 integrated training; school counselors; representatives of labor  
12 unions; representatives from professional technical organizations;  
13 representatives from career and technical colleges; and individuals  
14 from business and industry. The board shall submit its plan to the  
15 education committees of the legislature by January 1, 2017.

16       **Sec. 1611.** 2016 sp.s. c 36 s 612 (uncodified) is amended to read  
17 as follows:

18 **FOR THE DEPARTMENT OF EARLY LEARNING**

19	General Fund—State Appropriation (FY 2016). . . . .	\$89,572,000
20	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$103,823,000)</del>
21		<u>\$101,494,000</u>
22	General Fund—Federal Appropriation. . . . .	\$299,956,000
23	Opportunity Pathways Account—State Appropriation. . . . .	\$80,000,000
24	Education Legacy Trust Account—State Appropriation. . . . .	\$28,250,000
25	Home Visiting Services Account—State Appropriation. . . . .	\$4,868,000
26	Home Visiting Services Account—Federal Appropriation. . . . .	\$25,250,000
27	TOTAL APPROPRIATION. . . . .	<del>(\$624,725,000)</del>
28		<u>\$629,390,000</u>

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

31       (1) \$44,800,000 of the general fund—state appropriation for  
32 fiscal year 2016, \$44,800,000 of the general fund—state appropriation  
33 for fiscal year 2017, \$24,250,000 of the education legacy trust  
34 account—state appropriation, and \$80,000,000 of the opportunity  
35 pathways account appropriation are provided solely for the early  
36 childhood education and assistance program. These amounts shall  
37 support at least 11,691 slots in fiscal year 2016 and 11,691 slots in  
38 fiscal year 2017. Of these amounts, \$10,284,000 is a portion of the

1 biennial amount of state maintenance of effort dollars required to  
2 receive federal child care and development fund grant dollars.

3 (2) \$200,000 of the general fund—state appropriation for fiscal  
4 year 2016 and \$200,000 of the general fund—state appropriation for  
5 fiscal year 2017 are provided solely to develop and provide  
6 culturally relevant supports for parents, family, and other  
7 caregivers.

8 (3) The department is the lead agency for and recipient of the  
9 federal child care and development fund grant. Amounts within this  
10 grant shall be used to fund child care licensing, quality  
11 initiatives, agency administration, and other costs associated with  
12 child care subsidies. The department shall transfer a portion of this  
13 grant to the department of social and health services to fund the  
14 child care subsidies paid by the department of social and health  
15 services on behalf of the department of early learning.

16 (4) \$1,434,000 of the general fund—state appropriation for fiscal  
17 year 2016 is provided solely for expenditure into the home visiting  
18 services account. This funding is intended to meet federal  
19 maintenance of effort requirements and to secure private matching  
20 funds. Additional amounts are provided separately in part II of this  
21 act. The division of behavioral health and recovery must transfer  
22 these amounts into the home visiting services account.

23 (5)((+a)) \$153,244,000 of the general fund—federal appropriation  
24 is provided solely for the working connections child care program  
25 under RCW 43.215.135. In order to not exceed the appropriated amount,  
26 a wait list for the working connections child care program shall be  
27 implemented if enrollment reaches 33,000 households. Once the wait  
28 list is in effect, and only as space or funding becomes available,  
29 enrollment in the program shall be prioritized according to the  
30 following order:

31 (a) Families applying for or receiving temporary assistance for  
32 needy families (TANF);

33 (b) TANF families curing sanction;

34 (c) Families that include a child with special needs;

35 (d) Families in which a parent of a child in care is a minor who  
36 is not living with a parent or guardian and who is a full-time  
37 student in a high school that has a school-sponsored on-site child  
38 care center; and

39 (e) All other eligible families.

1        ~~((b) In addition to groups that were given prioritized access to~~  
2 ~~the working connections child care program effective March 1, 2011,~~  
3 ~~the department shall also give prioritized access into the program to~~  
4 ~~families in which a parent of a child in care is a minor who is not~~  
5 ~~living with a parent or guardian and who is a full-time student in a~~  
6 ~~high school that has a school-sponsored on-site child care center.))~~

7        (6) Within available amounts, the department in consultation with  
8 the office of financial management and the department of social and  
9 health services shall report enrollments and active caseload for the  
10 working connections child care program to the legislative fiscal  
11 committees and the legislative-executive WorkFirst oversight task  
12 force on an agreed upon schedule. The report shall also identify the  
13 number of cases participating in both temporary assistance for needy  
14 families and working connections child care. The department must also  
15 report on the number of children served through contracted slots.

16        (7) \$1,194,000 of the general fund—state appropriation for fiscal  
17 year 2016, \$1,926,000 of the general fund—state appropriation for  
18 fiscal year 2017, and \$13,424,000 of the general fund—federal  
19 appropriation are provided solely for the seasonal child care  
20 program. If federal sequestration cuts are realized, cuts to the  
21 seasonal child care program must be proportional to other federal  
22 reductions made within the department.

23        (8) \$4,674,000 of the general fund—state appropriation for fiscal  
24 year 2016 and \$4,674,000 of the general fund—state appropriation for  
25 fiscal year 2017 are provided solely for the early childhood  
26 intervention prevention services (ECLIPSE) program. The department  
27 shall contract for ECLIPSE services to provide therapeutic child care  
28 and other specialized treatment services to abused, neglected, at-  
29 risk, and/or drug-affected children. Priority for services shall be  
30 given to children referred from the department of social and health  
31 services children's administration. Of the amounts appropriated in  
32 this subsection, \$60,000 per fiscal year may be used by the  
33 department for administering the ECLIPSE program, if needed.

34        (9) \$47,000 of the general fund—state appropriation for fiscal  
35 year 2016 and \$46,000 of the general fund—state appropriation for  
36 fiscal year 2017 are provided solely for implementation of Engrossed  
37 Substitute House Bill No. 1126 (fatality review).

38        (10) \$23,529,000 of the general fund—state appropriation for  
39 fiscal year 2016, \$41,087,000 of the general fund—state appropriation

1 for fiscal year 2017, and \$36,006,000 of the general fund—federal  
2 appropriation are provided solely for the implementation of Engrossed  
3 Second Substitute House Bill No. 1491 (early care and education  
4 system). Of the amounts provided in this subsection:

5 (a) \$60,817,000 is for quality rating and improvement system  
6 activities, including but not limited to: Level two activities,  
7 technical assistance, coaching, rating, and quality improvement  
8 awards. The department shall place a 10 percent administrative  
9 overhead cap on any contract entered into with the University of  
10 Washington.

11 (b) \$10,895,000 is for degree and retention incentives and  
12 scholarship and tuition reimbursements.

13 (c) \$12,828,000 is for level 2 payments and tiers 3, 4, and 5  
14 payments for child care licensed family home and center providers.  
15 Additional amounts for licensed family home providers are provided  
16 separately in fiscal year 2016 as part of a collective bargaining  
17 agreement part IX of this act.

18 (11) \$1,808,000 of the general fund—state appropriation for  
19 fiscal year 2016 and \$1,728,000 of the general fund—state  
20 appropriation for fiscal year 2017 are provided solely for reducing  
21 barriers for low-income providers to participate in the early  
22 achievers program consistent with Engrossed Second Substitute House  
23 Bill No. 1491 (early care and education system). Of the amounts  
24 provided in this subsection:

25 (a) \$2,000,000 is for need-based grants. Additional amounts for  
26 child care licensed family home providers are provided separately as  
27 part of a collective bargaining agreement part IX of this act.

28 (b) \$1,336,000 is for the creation of a substitute pool.

29 (c) \$200,000 is for the development of materials and assessments  
30 in provider and family home languages.

31 (12) \$300,000 of the general fund—state appropriation for fiscal  
32 year 2016 and \$300,000 of the general fund—state appropriation for  
33 fiscal year 2017 are provided solely for a contract with a nonprofit  
34 entity experienced in the provision of promoting early literacy for  
35 children through pediatric office visits.

36 (13) \$4,000,000 of the education legacy trust account—state  
37 appropriation is provided solely for early intervention assessment  
38 and services.

1 (14) Information technology projects or investments and proposed  
2 projects or investments impacting time capture, payroll and payment  
3 processes and systems, eligibility, case management and authorization  
4 systems within the department of early learning are subject to  
5 technical oversight by the office of the chief information officer.  
6 The department must collaborate with the office of the chief  
7 information officer to develop a strategic business and technology  
8 architecture plan for a child care attendance and billing system that  
9 supports a statewide architecture.

10 (15)(a)(i) The department of early learning is required to  
11 provide to the education research and data center, housed at the  
12 office of financial management, data on all state-funded early  
13 childhood programs. These programs include the early support for  
14 infants and toddlers, early childhood education and assistance  
15 program (ECEAP), and the working connections and seasonal subsidized  
16 childcare programs including license exempt facilities or family,  
17 friend, and neighbor care. The data provided by the department to the  
18 education research data center must include information on children  
19 who participate in these programs, including their name and date of  
20 birth, and dates the child received services at a particular  
21 facility.

22 (ii) ECEAP early learning professionals must enter any new  
23 qualifications into the department's professional development  
24 registry during the 2015-16 school year. By October 2017, the  
25 department must provide updated ECEAP early learning professional  
26 data to the education research data center.

27 (iii) The department must request federally funded head start  
28 programs to voluntarily provide data to the department and the  
29 education research data center that is equivalent to what is being  
30 provided for state-funded programs.

31 (iv) The education research and data center must provide an  
32 updated report on early childhood program participation and K-12  
33 outcomes to the house of representatives appropriations committee and  
34 the senate ways and means committee using available data by November  
35 2015 for the school year ending in 2014 and again in March 2016 for  
36 the school year ending in 2015.

37 (b) The department, in consultation with the department of social  
38 and health services, must withhold payment for services to early  
39 childhood programs that do not report on the name, date of birth, and  
40 the dates a child received services at a particular facility.

1 (16) The department shall work with state and local law  
2 enforcement, federally recognized tribal governments, and tribal law  
3 enforcement to develop a process for expediting fingerprinting and  
4 data collection necessary to conduct background checks for tribal  
5 early learning and child care providers.

6 (17) \$3,777,000 of the general fund—state appropriation for  
7 fiscal year 2017 is provided solely for the supplemental agreement to  
8 the 2015-2017 collective bargaining agreement covering family child  
9 care providers as set forth in section 905 of this act. Of the  
10 amounts provided in this subsection:

11 (a) \$638,000 is for a base rate increase;

12 (b) \$956,000 is for an increase in tiered reimbursement rates for  
13 levels three through five;

14 (c) \$1,315,000 is for an increase in quality improvement awards;

15 (d) \$478,000 is provided for training and quality improvement  
16 support services to family child care providers provided by the  
17 501(c)(3) organization created for this purpose;

18 (e) \$190,000 is provided for the administration of the family  
19 child care training and quality improvement fund and participation in  
20 the joint committee on family child care providers training and  
21 quality improvement; and

22 (f) \$200,000 is provided for a slot-based pilot.

23 **Sec. 1612.** 2016 sp.s. c 36 s 613 (uncodified) is amended to read  
24 as follows:

25 **FOR THE STATE SCHOOL FOR THE BLIND**

26	General Fund—State Appropriation (FY 2016). . . . .	\$6,419,000
27	General Fund—State Appropriation (FY 2017). . . . .	<del>(\$6,579,000)</del>
28		<u>\$6,812,000</u>
29	General Fund—Private/Local Appropriation. . . . .	\$34,000
30	TOTAL APPROPRIATION. . . . .	<del>(\$13,032,000)</del>
31		<u>\$13,265,000</u>

32 The appropriations in this section are subject to the following  
33 conditions and limitations: Funding provided in this section is  
34 sufficient for the school to offer to students enrolled in grades  
35 nine through twelve for full-time instructional services at the  
36 Vancouver campus with the opportunity to participate in a minimum of  
37 one thousand eighty hours of instruction and the opportunity to earn  
38 twenty-four high school credits.



1       **Sec. 1613.** 2016 sp.s. c 36 s 615 (uncodified) is amended to read  
2 as follows:

3       **FOR THE WASHINGTON STATE ARTS COMMISSION**

4	General Fund—State Appropriation (FY 2016). . . . .	\$1,143,000
5	General Fund—State Appropriation (FY 2017). . . . .	<del>(( \$1,166,000 ))</del>
6		<u>\$1,190,000</u>
7	General Fund—Federal Appropriation. . . . .	\$2,100,000
8	General Fund—Private/Local Appropriation. . . . .	\$18,000
9	TOTAL APPROPRIATION. . . . .	<del>(( \$4,427,000 ))</del>
10		<u>\$4,451,000</u>

11       **Sec. 1614.** 2016 sp.s. c 36 s 617 (uncodified) is amended to read  
12 as follows:

13       **FOR THE EASTERN WASHINGTON STATE HISTORICAL SOCIETY**

14	General Fund—State Appropriation (FY 2016). . . . .	\$1,789,000
15	General Fund—State Appropriation (FY 2017). . . . .	<del>(( \$1,833,000 ))</del>
16		<u>\$1,923,000</u>
17	TOTAL APPROPRIATION. . . . .	<del>(( \$3,622,000 ))</del>
18		<u>\$3,712,000</u>

19       The appropriations in this section are subject to the following  
20 conditions and limitations: The eastern Washington state historical  
21 society shall develop a plan for creating a performance-based  
22 partnership agreement between the state of Washington and the not-  
23 for-profit Northwest museum of arts and culture for implementation in  
24 the 2017-2019 fiscal biennium. The plan at minimum shall include  
25 strategies to increase nonstate revenues for the operation of the  
26 museum and estimate the minimum amount of state funding necessary to  
27 preserve, maintain, and protect state-owned facilities and assets.  
28 The plan shall be submitted to the office of financial management and  
29 the fiscal committees of the legislature by October 1, 2016.

(End of part)

PART XVII

SPECIAL APPROPRIATIONS

Sec. 1701. 2016 sp.s. c 36 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 2016), General Fund—State Appropriation (FY 2017), State Building Construction Account—State Appropriation, Debt-Limit Reimbursable Bond Retirement Account—State Appropriation, Columbia River Basin Water Supply Development Account—State Appropriation, Columbia River Basin Taxable Bond Water Supply Development Account—State Appropriation, State Taxable Building Construction 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.

Sec. 1702. 2015 3rd sp.s. c 4 s 703 (uncodified) is amended to read as follows:

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

Table with 2 columns: Description and Amount. Rows include General Fund—State Appropriation (FY 2016), General Fund—State Appropriation (FY 2017), Nondebt-Limit Reimbursable Bond Retirement 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 nondebt-limit general fund bond retirement account.

Sec. 1703. 2016 sp.s. c 36 s 706 (uncodified) is amended to read as follows:

FOR SUNDRY CLAIMS

The following sums, or so much thereof as may be necessary, are appropriated from the general fund for fiscal year 2016 or fiscal year 2017, unless otherwise indicated, for relief of various individuals, firms, and corporations for sundry claims.

(1) These appropriations are to be disbursed on vouchers approved by the director of the department of enterprise services, except as otherwise provided, for reimbursement of criminal defendants acquitted on the basis of self-defense, pursuant to RCW 9A.16.110, as follows:

- (a) David Wozny, claim number 99970105. . . . . \$9,832
(b) Hugo Garibay, claim number 99970106. . . . . \$10,246
(c) Emery Christianson, claim number 99970107. . . . . \$7,445
(d) Anton Ehinger, claim number 99970108. . . . . \$6,726
(e) Alan Graham, claim number 99970109. . . . . \$5,495
(f) Joseph Compher, claim number 99970110. . . . . \$32,235
(g) Alex Hallowell, claim number 99970111. . . . . \$22,403
(h) James Clark, claim number 99970112. . . . . \$8,250
(i) David Hill, claim number 99970114. . . . . \$3,056
(j) David Maulen, claim number 99970113. . . . . \$19,726
(k) Stephen White, claim number 99970115. . . . . \$25,097
(l) Richard Brunhaver, claim number 99970116. . . . . \$14,079
(m) James Barnett, claim number 99970117. . . . . \$39,608
(n) Justin Carter, claim number 99970118. . . . . \$35,179
(o) Derrick Moore, claim number 99970119. . . . . \$23,474
(p) Joshua Bessey, claim number 99970120. . . . . \$66,600
(q) Jason Swanberg, claim number 99970121. . . . . \$7,905
(r) Max Willis, claim number 99970123. . . . . \$26,205
(s) Jesica Bush, claim number 99970124. . . . . \$22,990
(t) Rolondo Cavazos, claim number 99970125. . . . . \$32,438
(u) Jared Ha, claim number 99970127. . . . . \$45,104

1	(v) Eric Thompson, claim number 99970128. . . . .	\$15,127
2	(w) Meghan Altringer, claim number 99970129. . . . .	\$5,484
3	(x) James Wenzel, claim number 99970130. . . . .	\$5,240
4	(y) Arturo Rodriguez Ramos, claim number 99970131. . . . .	\$12,000
5	(z) Joel Gentleman, claim number 99970132. . . . .	\$16,173
6	(aa) Richard Cooper, claim number 99970133. . . . .	\$17,810
7	(bb) Michelle Trafford, claim number 99970136. . . . .	\$10,582
8	(cc) Linda Gipson, claim number 99970137. . . . .	\$316,531
9	(dd) Patrick Kelly, claim number 99970126. . . . .	\$8,483
10	(ee) Joseph Miller, claim number 99970137. . . . .	\$9,818

11 (2) These appropriations are to be disbursed on vouchers approved  
12 by the director of the department of enterprise services, except as  
13 otherwise provided, for payment of compensation for wrongful  
14 convictions pursuant to RCW 4.100.060, as follows:

15	Michael Wheeler, claim number 99970122. . . . .	\$466,711
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16 NEW SECTION. **Sec. 1704.** A new section is added to 2015 3rd  
17 sp.s. c 4 (uncodified) to read as follows:

18 **FOR THE OFFICE OF FINANCIAL MANAGEMENT—REPAYMENT TO FEDERAL**  
19 **GOVERNMENT**

20	General Fund—State Appropriation (FY 2017) . . . . .	\$425,000
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21 The appropriation in this section is subject to the following  
22 conditions and limitations: The appropriation is provided solely to  
23 repay the federal government a percentage of the federal funds paid  
24 into certain revolving accounts that were transferred to the general  
25 fund in fiscal years 2016 and 2017 as required by Appendix V of 2  
26 C.F.R. Part 200(G)(4)(2013).

27 NEW SECTION. **Sec. 1705.** A new section is added to 2015 3rd  
28 sp.s. c 4 (uncodified) to read as follows:

29 **FOR THE OFFICE OF FINANCIAL MANAGEMENT—DISASTER RESPONSE ACCOUNT**

30	General Fund—State Appropriation (FY 2017) . . . . .	\$42,500,000
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31 The appropriation in this section is subject to the following  
32 conditions and limitations: The appropriation is provided solely for  
33 expenditure into the disaster response account to fund existing  
34 expenditures due to a delay in receiving federal fire management  
35 grant proceeds.

1       **Sec. 1706.** A new section is added to 2015 3rd sp.s. c 4  
2 (uncodified) to read as follows:

3 **FOR THE CONSOLIDATED TECHNOLOGY SERVICES AGENCY**

4	Forest Development Account—State Appropriation . . . . .	\$64,000
5	Aquatic Lands Enhancement Account—State Appropriation . . . . .	\$8,000
6	Resources Management Cost Account—State Appropriation . . . . .	\$136,000
7	Surface Mining Reclamation Account—State Appropriation . . . . .	\$3,000
8	Forest Fire Protection Assessment Account—State	
9	Appropriation . . . . .	\$39,000
10	State Forest Nursery Revolving Account—State Appropriation . . . . .	\$6,000
11	Access Road Revolving Account—State Appropriation . . . . .	\$32,000
12	Park Land Trust Revolving Account—State Appropriation . . . . .	\$4,000
13	Contract Harvesting Revolving Account—State Appropriation . . . . .	\$4,000
14	Forest Practices Application Account—State	
15	Appropriation . . . . .	\$2,000
16	Agricultural College Trust Management Account—State	
17	Appropriation . . . . .	\$4,000
18	TOTAL APPROPRIATION . . . . .	\$302,000

19       The appropriations in this section are subject to the following  
20 conditions and limitations: The appropriations in this section are  
21 provided solely for expenditure into the consolidated technology  
22 services revolving account for payment of the department of natural  
23 resources' share of the debt service allocation for the state data  
24 center for the programs funded by the accounts in this section.

25       NEW SECTION. **Sec. 1707.** A new section is added to 2015 3rd  
26 sp.s. c 4 (uncodified) to read as follows:

27 **FOR THE OFFICE OF FINANCIAL MANAGEMENT—JUDICIAL STABILIZATION TRUST**  
28 **ACCOUNT**

29	General Fund—State Appropriation (FY 2017) . . . . .	\$1,000,000
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30       The appropriation in this section is subject to the following  
31 conditions and limitations: The appropriation is provided solely for  
32 expenditure into the judicial stabilization trust account in RCW  
33 43.79.505 in an amount not to exceed the amount necessary to prevent  
34 a deficit in the account.

35       NEW SECTION. **Sec. 1708.** A new section is added to 2015 3rd  
36 sp.s. c 4 (uncodified) to read as follows:

1 **FOR THE OFFICE OF FINANCIAL MANAGEMENT—SKELETAL HUMAN REMAINS**  
2 **ASSISTANCE ACCOUNT**

3 General Fund—State Appropriation (FY 2017). . . . . \$140,000

4       The appropriation in this section is subject to the following  
5 condition and limitation: The appropriation is provided solely for  
6 expenditure into the skeletal human remains assistance account.

(End of part)

PART XVIII

OTHER TRANSFERS AND APPROPRIATIONS

Sec. 1801. 2016 sp.s. c 36 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. . . . . ((~~\$9,286,000~~))
\$9,224,000

General Fund Appropriation for public utility district excise tax distributions. . . . . ((~~\$57,861,000~~))
\$56,659,000

General Fund Appropriation for prosecuting attorney distributions. . . . . ((~~\$6,375,000~~))
\$6,396,000

General Fund Appropriation for boating safety and education distributions. . . . . ((~~\$4,000,000~~))
\$3,682,000

General Fund Appropriation for other tax distributions. . . . . ((~~\$86,000~~))
\$82,000

General Fund Appropriation for habitat conservation program distributions. . . . . ((~~\$3,848,000~~))
\$3,495,000

Death Investigations Account Appropriation for distribution to counties for publicly funded autopsies. . . . . \$3,135,000

Aquatic Lands Enhancement Account Appropriation for harbor improvement revenue distribution. . . . . \$140,000

Timber Tax Distribution Account Appropriation for distribution to "timber" counties. . . . . ((~~\$76,600,000~~))
\$68,914,000

County Criminal Justice Assistance Appropriation
When making the fiscal year 2016 and 2017 distributions to Grant county, the state treasurer shall reduce the amount by \$140,000 each year and distribute the remainder to the county. This is the second and third of three reductions that have been made to reimburse the state for a nonqualifying extraordinary criminal

1	justice act payment made to Grant county in	
2	fiscal year 2013. . . . .	\$86,178,000
3	Municipal Criminal Justice Assistance	
4	Appropriation. . . . .	\$33,493,000
5	City-County Assistance Account Appropriation for	
6	local government financial assistance	
7	distribution. . . . .	(( <del>\$24,899,000</del> ))
8		<u>\$24,499,000</u>
9	Liquor Excise Tax Account Appropriation for liquor	
10	excise tax distribution. . . . .	(( <del>\$50,680,000</del> ))
11		<u>\$48,785,000</u>
12	Streamlined Sales and Use Tax Mitigation Account	
13	Appropriation for distribution to local taxing	
14	jurisdictions to mitigate the unintended revenue	
15	redistribution effect of the sourcing law	
16	changes. . . . .	(( <del>\$46,762,000</del> ))
17		<u>\$46,842,000</u>
18	Columbia River Water Delivery Account Appropriation	
19	for the Confederated Tribes of the Colville	
20	Reservation. . . . .	\$7,907,000
21	Columbia River Water Delivery Account Appropriation	
22	for the Spokane Tribe of Indians. . . . .	\$5,167,000
23	Liquor Revolving Account Appropriation for liquor	
24	profits distribution. . . . .	\$98,876,000
25	TOTAL APPROPRIATION. . . . .	(( <del>\$515,293,000</del> ))
26		<u>\$503,424,000</u>

27 The total expenditures from the state treasury under the  
28 appropriations in this section shall not exceed the funds available  
29 under statutory distributions for the stated purposes.

30 **Sec. 1802.** 2016 sp.s. c 36 s 804 (uncodified) is amended to read  
31 as follows:

32 **FOR THE STATE TREASURER—TRANSFERS**

33 State Treasurer's Service Account: For transfer to  
34 the state general fund, \$10,000,000 for fiscal  
35 year 2016 and \$10,000,000 for fiscal year 2017. . . . \$20,000,000  
36 General Fund: For transfer to the streamlined sales  
37 and use tax account, \$23,398,000  
38 for fiscal year 2016 and ((~~\$23,364,000~~)) \$23,067,000



1 for fiscal year 2017. . . . . ((~~\$46,762,000~~))  
 2 \$46,465,000  
 3 Dedicated Marijuana Account: For transfer to the  
 4 state general fund in an amount not to exceed  
 5 the amount determined pursuant to RCW 69.50.540,  
 6 \$70,000,000 for fiscal year 2016. . . . . \$70,000,000  
 7 Dedicated Marijuana Account: For transfer to the  
 8 state general fund (~~(in an amount not to exceed)~~),  
 9 the lesser of the amount determined pursuant  
 10 to RCW 69.50.540(~~(, \$100,000,000)~~) or this amount  
 11 for fiscal year 2017. . . . . ((~~\$100,000,000~~))  
 12 \$91,035,000  
 13 Dedicated Marijuana Fund Account for distribution to  
 14 the basic health plan trust account in an amount  
 15 not to exceed the amount determined pursuant to  
 16 RCW 69.50.540 plus \$14,000,000, \$125,000,000 for  
 17 fiscal year 2016 . . . . . \$125,000,000  
 18 Dedicated Marijuana Account: For transfer to the  
 19 basic health plan trust account (~~(in an amount not~~  
 20 ~~to exceed)~~), the lesser of the amount determined  
 21 pursuant to RCW 69.50.540(~~(, \$150,000,000)~~)  
 22 or this amount for fiscal year 2017. . . . . ((~~\$150,000,000~~))  
 23 \$141,330,000  
 24 Tobacco Settlement Account: For transfer to the state  
 25 general fund, in an amount not to exceed the  
 26 actual amount of the annual base payment to the  
 27 tobacco settlement account for fiscal year  
 28 2016. . . . . \$90,000,000  
 29 Tobacco Settlement Account: For transfer to the  
 30 state general fund, in an amount not to exceed  
 31 the actual amount of the 2017 annual base payment  
 32 to the tobacco settlement account. . . . . \$90,000,000  
 33 Tobacco Settlement Account: For transfer to the state  
 34 general fund, in an amount not to exceed the  
 35 annual strategic contribution payment to the  
 36 tobacco settlement account for fiscal year 2016. ((~~\$26,000,000~~))  
 37 \$26,950,000  
 38 Tobacco Settlement Account: For transfer to the  
 39 state general fund, in an amount not to exceed  
 40 the annual strategic contribution payment to

1 the tobacco settlement account for fiscal year  
2 2017. . . . . ((~~\$25,400,000~~))  
3 \$26,700,000

4 Life Sciences Discovery Fund: For transfer to the  
5 state general fund for fiscal year 2016. . . . . \$11,000,000

6 Energy Freedom Account: For transfer to the state  
7 general fund for fiscal year 2016, an amount  
8 not to exceed the actual ending cash balance  
9 of the fund. . . . . \$3,300,000

10 State Toxics Control Account: For transfer to the  
11 clean up settlement account as repayment of the  
12 loan provided in section 3022(2) chapter 2,  
13 Laws of 2012, 2nd sp. sess. (ESB 6074 2012  
14 supplemental capital budget), \$643,000 for  
15 fiscal year 2016 and \$643,000 for fiscal  
16 year 2017. . . . . \$1,286,000

17 Aquatic Lands Enhancement Account: For transfer  
18 to the clean up settlement account as repayment  
19 of the loan provided in section 3022(2) chapter  
20 2, Laws of 2012, 2nd sp. sess. (ESB 6074 2012  
21 supplemental capital budget), \$643,000 for  
22 fiscal year 2016 and \$643,000 for fiscal  
23 year 2017. . . . . \$1,286,000

24 Home Security Fund Account: For transfer to the  
25 transitional housing operating and rent account,  
26 \$7,500,000 for fiscal year 2016. . . . . \$7,500,000

27 Public Works Assistance Account: For transfer to the  
28 state general fund, \$36,500,000 for fiscal  
29 year 2016 and \$52,500,000 for fiscal  
30 year 2017. . . . . \$89,000,000

31 Criminal Justice Treatment Account: For transfer to  
32 the state general fund \$5,652,000 for fiscal  
33 year 2016 and \$5,651,000 for fiscal year 2017. . . . \$11,303,000

34 Liquor Revolving Account: For transfer to the state  
35 general fund, \$3,000,000 for fiscal year 2016  
36 and \$3,000,000 for fiscal year 2017. . . . . \$6,000,000

37 Flood Control Assistance Account: For transfer  
38 to the state general fund, \$1,350,000  
39 for fiscal year 2016 and \$1,000,000 for fiscal year  
40 2017. . . . . \$2,350,000

1 Law Enforcement Officers' and Firefighters' Plan 2  
2 Retirement Fund: For transfer to the local law  
3 enforcement officers' and firefighters'  
4 retirement system benefits improvement account  
5 for fiscal year 2016. . . . . \$15,779,000  
6 Aerospace Training Student Loan Account: For  
7 transfer to the state general fund, \$1,000,000  
8 for FY 2016 and \$1,000,000 for FY 2017. . . . . \$2,000,000  
9 Water Rights Processing Account: For transfer  
10 to the state drought preparedness account,  
11 \$332,000 for fiscal year 2016. . . . . \$332,000  
12 (~~Death Investigations Account: For transfer to~~  
13 ~~the sexual assault kit account,~~  
14 ~~\$1,732,000 for fiscal year 2017. . . . . \$1,732,000~~)  
15 Fingerprint Identification Account: For  
16 transfer to the sexual assault kit account,  
17 ~~(\$1,179,000)~~ \$2,911,000 for fiscal year 2017. . . . . ~~(\$1,179,000)~~  
18 \$2,911,000  
19 Charitable, Educational, Penal, and Reformatory  
20 Institutions Account: For transfer to the state  
21 general fund, \$1,000,000 for fiscal year 2016. . . . . \$1,000,000  
22 Marine Resources Stewardship Trust Account: For  
23 transfer to the aquatic lands enhancement account,  
24 \$975,000 for fiscal year 2016. . . . . \$975,000  
25 Vessel Response Account: For transfer to the  
26 environmental legacy stewardship account,  
27 \$250,000 for fiscal year 2016. . . . . \$250,000  
28 Savings Incentive Account: For transfer to the state  
29 general fund for fiscal year 2016, an amount attributable  
30 to unspent agency credits excluding those  
31 associated with legislative and judicial agencies. . . \$1,071,000  
32 Employment Services Administrative Account: For transfer  
33 to the state general fund, \$750,000 for fiscal year 2016  
34 and \$2,250,000 for fiscal year 2017. . . . . \$3,000,000  
35 Washington Housing Trust Account: For transfer  
36 to the home security fund account. . . . . \$7,000,000  
37 Washington Housing Trust Account: For transfer to  
38 the state general fund for fiscal year 2017. . . . . \$3,000,000  
39 Employment Services Administrative Account: For  
40 transfer to the administrative contingency

1	fund account for fiscal year 2017. . . . .	\$8,500,000
2	OFM Labor Relations Service Account: For transfer	
3	to the state general fund for fiscal year 2017. . . . .	\$1,000,000
4	Personnel Service Fund: For transfer to the state	
5	general fund for fiscal year 2017. . . . .	\$500,000
6	Washington Real Estate Research Account: For	
7	transfer to the state general fund for	
8	fiscal year 2017. . . . .	\$500,000
9	Professional Engineers' Account: For transfer	
10	to the state general fund for fiscal year 2017. . . . .	\$500,000
11	Real Estate Commission Account: For transfer	
12	to the state general fund for fiscal year 2017. . . . .	\$500,000

13 It is the intent of the legislature to continue to transfer the  
14 excess balance from the criminal justice treatment account to the  
15 state general fund in the 2017-2019 fiscal biennium, consistent with  
16 policy in this omnibus appropriations act and in an amount not to  
17 exceed the projected fund balance.

18 It is the intent of the legislature to continue to transfer the  
19 excess balance from the state treasurer's service account to the  
20 state general fund in the 2017-2019 fiscal biennium, consistent with  
21 policy in this omnibus appropriations act and in an amount not to  
22 exceed the projected fund balance.

(End of part)



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