

ESSB 5034 - H COMM AMD
By Committee on Appropriations

1 Strike everything after the enacting clause and insert the
2 following:

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

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

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

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

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

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

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

26 **PART I**
27 **GENERAL GOVERNMENT**

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

2	General Fund--State Appropriation (FY 2014)	\$30,919,000
3	General Fund--State Appropriation (FY 2015)	\$31,261,000
4	Motor Vehicle Account--State Appropriation	\$1,765,000
5	TOTAL APPROPRIATION	\$63,945,000

6 The appropriations in this section are subject to the following
7 conditions and limitations: \$8,000 of the general fund--state
8 appropriation for fiscal year 2014 and \$7,000 of the general fund--
9 state appropriation for fiscal year 2015 are provided solely for
10 implementation of House Bill No. 1631 (aging/population services). If
11 the bill is not enacted by June 30, 2013, the amounts provided in this
12 subsection shall lapse.

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

14	General Fund--State Appropriation (FY 2014)	\$21,258,000
15	General Fund--State Appropriation (FY 2015)	\$23,552,000
16	Motor Vehicle Account--State Appropriation	\$1,514,000
17	TOTAL APPROPRIATION	\$46,324,000

18 The appropriations in this section are subject to the following
19 conditions and limitations: \$8,000 of the general fund--state
20 appropriation for fiscal year 2014 and \$7,000 of the general fund--
21 state appropriation for fiscal year 2015 are provided solely for
22 implementation of House Bill No. 1631 (aging/population services). If
23 the bill is not enacted by June 30, 2013, the amounts provided in this
24 subsection shall lapse.

25 NEW SECTION. **Sec. 103. FOR THE JOINT LEGISLATIVE AUDIT AND REVIEW**
26 **COMMITTEE**

27	General Fund--State Appropriation (FY 2014)	\$2,973,000
28	General Fund--State Appropriation (FY 2015)	\$3,108,000
29	Medical Aid Account--State Appropriation	\$332,000
30	Accident Account--State Appropriation	\$332,000
31	TOTAL APPROPRIATION	\$6,745,000

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

- 34 (1) Notwithstanding the provisions of this section, the joint

1 legislative audit and review committee may adjust the due dates for
2 projects included on the committee's 2013-15 work plan as necessary to
3 efficiently manage workload.

4 (2) \$29,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$22,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for implementation of Substitute
7 House Bill No. 1558 (honey beekeepers/taxation). If the bill is not
8 enacted by June 30, 2013, the amounts provided in this subsection shall
9 lapse.

10 (3) \$332,000 of the medical aid account--state appropriation and
11 \$332,000 of the accident account--state appropriation are provided for
12 the purposes of chapter 37, Laws of 2011 (workers' compensation).

13 (4) \$98,000 of the general fund--state appropriation for fiscal
14 year 2014 and \$225,000 of the general fund--state appropriation for
15 fiscal year 2015 are provided for consultant and staff costs related to
16 the economic analysis of tax preferences as directed by chapter 43.136
17 RCW.

18 (5) Within the amounts appropriated in this section, the committee
19 shall conduct a study of how the fiscal note process contributes to
20 quality and accuracy in estimating the fiscal impact of proposed
21 legislation. The study will focus on comparing processes to
22 established cost estimating standards and reviewing the processes used
23 in other states.

24 (6) \$100,000 of the general fund--state appropriation for fiscal
25 year 2014 and \$100,000 of the general fund--state appropriation for
26 fiscal year 2015 are provided solely for implementation of section 5 of
27 Engrossed Substitute House Bill No. 1252 (k-12 online professional
28 development). If section 5 of the bill is not enacted by June 30,
29 2013, the amounts provided in this subsection shall lapse.

30 NEW SECTION. **Sec. 104. FOR THE LEGISLATIVE EVALUATION AND**
31 **ACCOUNTABILITY PROGRAM COMMITTEE**

32	General Fund--State Appropriation (FY 2014)	\$1,656,000
33	General Fund--State Appropriation (FY 2015)	\$1,815,000
34	TOTAL APPROPRIATION	\$3,471,000

35 NEW SECTION. **Sec. 105. FOR THE JOINT LEGISLATIVE SYSTEMS**

1 **COMMITTEE**

2	General Fund--State Appropriation (FY 2014)	\$8,014,000
3	General Fund--State Appropriation (FY 2015)	\$7,992,000
4	TOTAL APPROPRIATION	\$16,006,000

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

6	Department of Retirement Systems Expense	
7	Account--State Appropriation	\$3,540,000

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

9	General Fund--State Appropriation (FY 2014)	\$3,909,000
10	General Fund--State Appropriation (FY 2015)	\$4,123,000
11	TOTAL APPROPRIATION	\$8,032,000

12 NEW SECTION. **Sec. 108. FOR THE OFFICE OF LEGISLATIVE SUPPORT**
13 **SERVICES**

14	General Fund--State Appropriation (FY 2014)	\$3,694,000
15	General Fund--State Appropriation (FY 2015)	\$3,700,000
16	TOTAL APPROPRIATION	\$7,394,000

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

18 In order to achieve operating efficiencies within the financial
19 resources available to the legislative branch, the executive rules
20 committee of the house of representatives and the facilities and
21 operations committee of the senate by joint action may transfer funds
22 among the house of representatives, senate, joint legislative audit and
23 review committee, legislative evaluation and accountability program
24 committee, joint transportation committee, office of the state actuary,
25 joint legislative systems committee, statute law committee, and office
26 of legislative support services.

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

28	General Fund--State Appropriation (FY 2014)	\$6,936,000
29	General Fund--State Appropriation (FY 2015)	\$6,873,000
30	TOTAL APPROPRIATION	\$13,809,000

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

32	General Fund--State Appropriation (FY 2014)	\$1,488,000
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1 General Fund--State Appropriation (FY 2015) \$1,477,000
2 TOTAL APPROPRIATION \$2,965,000

3 NEW SECTION. **Sec. 112. FOR THE COMMISSION ON JUDICIAL CONDUCT**
4 General Fund--State Appropriation (FY 2014) \$1,072,000
5 General Fund--State Appropriation (FY 2015) \$999,000
6 TOTAL APPROPRIATION \$2,071,000

7 NEW SECTION. **Sec. 113. FOR THE COURT OF APPEALS**
8 General Fund--State Appropriation (FY 2014) \$15,829,000
9 General Fund--State Appropriation (FY 2015) \$15,745,000
10 TOTAL APPROPRIATION \$31,574,000

11 NEW SECTION. **Sec. 114. FOR THE ADMINISTRATOR FOR THE COURTS**
12 General Fund--State Appropriation (FY 2014) \$46,554,000
13 General Fund--State Appropriation (FY 2015) \$46,332,000
14 General Fund--Federal Appropriation \$2,125,000
15 General Fund--Private/Local Appropriation \$658,000
16 Judicial Information Systems Account--State
17 Appropriation \$45,219,000
18 Judicial Stabilization Trust Account--State
19 Appropriation \$6,691,000
20 TOTAL APPROPRIATION \$147,579,000

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

23 (1) \$1,500,000 of the judicial information systems account--state
24 appropriation is provided solely for development and implementation of
25 the information network hub project. Amounts provided in this
26 subsection may not be expended until the office of the chief
27 information officer approves a plan developed by the administrative
28 office of the courts and the judicial information systems committee to
29 move the judicial branch servers and data center equipment into the
30 state data center in the 1500 Jefferson building, and the office of the
31 chief information officer certifies that the administrative office of
32 the courts and the judicial information systems committee have begun
33 implementation of the plan.

34 (2) \$2,138,000 of the judicial information systems account--state
35 appropriation is provided solely for replacement of computer equipment,

1 including servers, routers, and storage system upgrades. Amounts
2 provided in this subsection may not be expended until the office of the
3 chief information officer approves a plan developed by the
4 administrative office of the courts and the judicial information
5 systems committee to move the judicial branch servers and data center
6 equipment into the state data center in the 1500 Jefferson building,
7 and the office of the chief information officer certifies that the
8 administrative office of the courts and the judicial information
9 systems committee have begun implementation of the plan.

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

15 (4) \$1,199,000 of the judicial information systems account--state
16 appropriation is provided solely for replacing computer equipment at
17 state courts and state judicial agencies.

18 (5) \$108,000 of the general fund--state appropriation for fiscal
19 year 2014 and \$108,000 of the general fund--state appropriation for
20 fiscal year 2015 are provided solely for the implementation of House
21 Bill No. 1159 (superior court judges Whatcom county). If the bill is
22 not enacted by June 30, 2013, the amounts provided in this subsection
23 shall lapse. The funds provided in this subsection shall be expended
24 only if the fourth superior court judge position in Whatcom county is
25 appointed and serving on the bench.

26 (6) \$108,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$108,000 of the general fund--state appropriation for
28 fiscal year 2015 are provided solely for the implementation of House
29 Bill No. 1175 (superior court judges Benton/Franklin counties). If the
30 bill is not enacted by June 30, 2013, the amounts provided in this
31 subsection shall lapse. The funds provided in this subsection shall be
32 expended only if the seventh superior court judge position in Benton
33 and Franklin counties jointly is appointed and serving on the bench.

34 (7) \$518,000 of the judicial information systems account--state
35 appropriation is provided solely for the implementation of Engrossed
36 Substitute House Bill No. 1651 (juvenile records access). If the bill
37 is not enacted by June 30, 2013, the amount provided in this subsection
38 shall lapse.

1 (8) \$11,300,000 of the judicial information systems account--state
 2 appropriation is provided solely for continued implementation of the
 3 superior court case management system project. Once a contract with
 4 the vendor is in effect, the superior court case management system
 5 project steering committee must continue to provide contract oversight,
 6 in collaboration with the judicial information system committee,
 7 through the implementation period of the project. Oversight
 8 responsibilities must include, but are not limited to, contract
 9 negotiations, vendor management, contract and deliverable management,
 10 and assuring satisfaction of the business and technical needs at the
 11 local level. The superior court case management system project
 12 steering committee must operate under the same charter agreements
 13 entered into under earlier phases of the project. The superior court
 14 case management system project steering committee may solicit input
 15 from user groups as deemed appropriate. The senate ways and means
 16 committee chair, or designee, and the house appropriations committee
 17 chair, or designee, shall be added as full voting members of the
 18 judicial information system committee.

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

20	General Fund--State Appropriation (FY 2014)	\$30,464,000
21	General Fund--State Appropriation (FY 2015)	\$33,776,000
22	Judicial Stabilization Trust Account--State	
23	Appropriation	\$3,648,000
24	General Fund--Federal Appropriation	\$152,000
25	TOTAL APPROPRIATION	\$68,040,000

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

- 28 (1) The amounts provided include funding for expert and
- 29 investigative services in death penalty personal restraint petitions.
- 30 (2) \$3,378,000 of the general fund--state appropriation for fiscal
- 31 year 2015 is provided solely to expand the parents representation
- 32 program into Asotin, Columbia, Garfield, King, Whatcom, and Whitman
- 33 counties.

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

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

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

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

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

13	General Fund--State Appropriation (FY 2014)	\$5,696,000
14	General Fund--State Appropriation (FY 2015)	\$5,262,000
15	Economic Development Strategic Reserve Account--State	
16	Appropriation	\$4,000,000
17	TOTAL APPROPRIATION	\$14,958,000

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

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

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

29 (3) \$27,000 of the general fund--state appropriation for fiscal
30 year 2014 and \$25,000 of the general fund--state appropriation for
31 fiscal year 2015 are provided solely for implementation of Second
32 Substitute House Bill No. 1680 (educational opportunity gap). If the
33 bill is not enacted by June 30, 2013, the amounts provided in this
34 subsection shall lapse.

35 (4) \$202,000 of the of the general fund--state appropriation for
36 fiscal year 2014 is provided solely for implementation of Engrossed

1 Second Substitute Senate Bill No. 5802 (greenhouse gas emissions). If
2 the bill is not enacted by June 30, 2013, the amount provided in this
3 subsection shall lapse.

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

5	General Fund--State Appropriation (FY 2014)	\$656,000
6	General Fund--State Appropriation (FY 2015)	\$662,000
7	General Fund--Private/Local Appropriation	\$90,000
8	TOTAL APPROPRIATION	\$1,408,000

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

10	General Fund--State Appropriation (FY 2014)	\$2,079,000
11	General Fund--State Appropriation (FY 2015)	\$2,011,000
12	TOTAL APPROPRIATION	\$4,090,000

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

14	General Fund--State Appropriation (FY 2014)	\$10,124,000
15	General Fund--State Appropriation (FY 2015)	\$8,442,000
16	General Fund--Federal Appropriation	\$7,411,000
17	Public Records Efficiency, Preservation, and Access	
18	Account--State Appropriation	\$7,343,000
19	Charitable Organization Education Account--State	
20	Appropriation	\$364,000
21	Local Government Archives Account--State	
22	Appropriation	\$8,471,000
23	Election Account--Federal Appropriation	\$12,021,000
24	Washington State Heritage Center Account--State	
25	Appropriation	\$8,860,000
26	TOTAL APPROPRIATION	\$63,036,000

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

29 (1) \$3,101,000 of the general fund--state appropriation for fiscal
30 year 2014 is provided solely to reimburse counties for the state's
31 share of primary and general election costs and the costs of conducting
32 mandatory recounts on state measures. Counties shall be reimbursed
33 only for those odd-year election costs that the secretary of state
34 validates as eligible for reimbursement.

1 (2)(a) \$1,847,000 of the general fund--state appropriation for
2 fiscal year 2014 and \$1,926,000 of the general fund--state
3 appropriation for fiscal year 2015 are provided solely for contracting
4 with a nonprofit organization to produce gavel-to-gavel television
5 coverage of state government deliberations and other events of
6 statewide significance during the 2013-2015 fiscal biennium. The
7 funding level for each year of the contract shall be based on the
8 amount provided in this subsection. The nonprofit organization shall
9 be required to raise contributions or commitments to make
10 contributions, in cash or in kind, in an amount equal to forty percent
11 of the state contribution. The office of the secretary of state may
12 make full or partial payment once all criteria in this subsection have
13 been satisfactorily documented.

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

19 (c) The nonprofit organization shall prepare an annual independent
20 audit, an annual financial statement, and an annual report, including
21 benchmarks that measure the success of the nonprofit organization in
22 meeting the intent of the program.

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

25 (i) Attempting to influence the passage or defeat of any
26 legislation by the legislature of the state of Washington, by any
27 county, city, town, or other political subdivision of the state of
28 Washington, or by the congress, or the adoption or rejection of any
29 rule, standard, rate, or other legislative enactment of any state
30 agency;

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

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

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

37 (4) \$60,000 of the general fund--state appropriation for fiscal

1 year 2014 is provided solely for implementation of Engrossed House Bill
2 No. 1267 (voter registration). If the bill is not enacted by June 30,
3 2013, the amount provided in this subsection shall lapse.

4 NEW SECTION. **Sec. 121. FOR THE GOVERNOR'S OFFICE OF INDIAN**
5 **AFFAIRS**

6	General Fund--State Appropriation (FY 2014)	\$253,000
7	General Fund--State Appropriation (FY 2015)	\$250,000
8	TOTAL APPROPRIATION	\$503,000

9 The appropriations in this section are subject to the following
10 conditions and limitations: The office shall assist the department of
11 enterprise services on providing the government-to-government training
12 sessions for federal, state, local, and tribal government employees.
13 The training sessions shall cover tribal historical perspectives, legal
14 issues, tribal sovereignty, and tribal governments. Costs of the
15 training sessions shall be recouped through a fee charged to the
16 participants of each session. The department of enterprise services
17 shall be responsible for all of the administrative aspects of the
18 training, including the billing and collection of the fees for the
19 training.

20 NEW SECTION. **Sec. 122. FOR THE COMMISSION ON ASIAN PACIFIC**
21 **AMERICAN AFFAIRS**

22	General Fund--State Appropriation (FY 2014)	\$213,000
23	General Fund--State Appropriation (FY 2015)	\$208,000
24	TOTAL APPROPRIATION	\$421,000

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

26	General Fund--State Appropriation (FY 2014)	\$100,000
27	General Fund--State Appropriation (FY 2015)	\$25,000
28	State Treasurer's Service Account--State	
29	Appropriation	\$15,585,000
30	TOTAL APPROPRIATION	\$15,710,000

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

33 (1) \$100,000 of the general fund--state appropriation for fiscal
34 year 2014 and \$25,000 of the general fund--state appropriation for
35 fiscal year 2015 are provided solely for the implementation of

1 Engrossed Second Substitute House Bill No. 1828 (local government
2 fiscal conditions). If the bill is not enacted by June 30, 2013, the
3 amount provided in this subsection shall lapse.

4 (2) \$150,000 of the state treasurer's service account--state
5 appropriation is provided solely for legal fees related to additional
6 legal assistance due to changes in federal financial regulations and an
7 increase in complex and high profile litigation.

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

9	General Fund--State Appropriation (FY 2014)	\$728,000
10	General Fund--State Appropriation (FY 2015)	\$733,000
11	State Auditing Services Revolving Account--State	
12	Appropriation	\$9,535,000
13	Performance Audit of Government Account--State	
14	Appropriation	\$46,000
15	TOTAL APPROPRIATION	\$11,042,000

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

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

23 (2) \$728,000 of the general fund--state appropriation for fiscal
24 year 2014 and \$733,000 of the general fund--state appropriation for
25 fiscal year 2015 are provided solely for staff and related costs to
26 verify the accuracy of reported school district data submitted for
27 state funding purposes; conduct school district program audits of state
28 funded public school programs; establish the specific amount of state
29 funding adjustments whenever audit exceptions occur and the amount is
30 not firmly established in the course of regular public school audits;
31 and to assist the state special education safety net committee when
32 requested.

33 (3) Within the amounts appropriated in this section, the state
34 auditor shall continue to complete the annual audit of the state's
35 comprehensive annual financial report and the annual federal single
36 audit consistent with the auditing standards generally accepted in the
37 United States and the standards applicable to financial audits

1 contained in government auditing standards, issued by the comptroller
2 general of the United States, and OMB circular A-133, audits of states,
3 local governments, and nonprofit organizations.

4 NEW SECTION. **Sec. 125. FOR THE CITIZENS' COMMISSION ON SALARIES**
5 **FOR ELECTED OFFICIALS**

6	General Fund--State Appropriation (FY 2014)	\$141,000
7	General Fund--State Appropriation (FY 2015)	\$172,000
8	TOTAL APPROPRIATION	\$313,000

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

10	General Fund--State Appropriation (FY 2014)	\$10,086,000
11	General Fund--State Appropriation (FY 2015)	\$9,774,000
12	General Fund--Federal Appropriation	\$7,114,000
13	New Motor Vehicle Arbitration Account--State	
14	Appropriation	\$991,000
15	Legal Services Revolving Account--State	
16	Appropriation	\$191,245,000
17	Tobacco Prevention and Control Account--State	
18	Appropriation	\$271,000
19	Medicaid Fraud Penalty Account--State Appropriation	\$2,279,000
20	Public Services Revolving Account--State	
21	Appropriation	\$2,093,000
22	TOTAL APPROPRIATION	\$223,853,000

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

25 (1) The attorney general shall report each fiscal year on actual
26 legal services expenditures and actual attorney staffing levels for
27 each agency receiving legal services. The report shall be submitted to
28 the office of financial management and the fiscal committees of the
29 senate and house of representatives no later than ninety days after the
30 end of each fiscal year. As part of its by agency report to the
31 legislative fiscal committees and the office of financial management,
32 the office of the attorney general shall include information detailing
33 the agency's expenditures for its agency-wide overhead and a breakdown
34 by division of division administration expenses.

35 (2) Prior to entering into any negotiated settlement of a claim
36 against the state that exceeds five million dollars, the attorney

1 general shall notify the director of financial management and the
2 chairs of the senate committee on ways and means and the house of
3 representatives committee on appropriations.

4 (3) The attorney general shall annually report to the fiscal
5 committees of the legislature all new *cy pres* awards and settlements
6 and all new accounts, disclosing their intended uses, balances, the
7 nature of the claim or account, proposals, and intended timeframes for
8 the expenditure of each amount. The report shall be distributed
9 electronically and posted on the attorney general's web site. The
10 report shall not be printed on paper or distributed physically.

11 (4) The executive ethics board shall: (a) Develop a statewide
12 plan, with performance measures, to provide overall direction and
13 accountability in all executive branch agencies and statewide elected
14 offices; (b) coordinate and work with the commission on judicial
15 conduct and the legislative ethics board; (c) assess and evaluate each
16 agency's ethical culture through employee and stakeholder surveys,
17 review Washington state quality award feedback reports, and publish an
18 annual report on the results to the public; and (d) solicit outside
19 evaluations, studies, and recommendations for improvements from
20 academics, nonprofit organizations, the public disclosure commission,
21 or other entities with expertise in ethics, integrity, and the public
22 sector.

23 (5) \$424,000 of the legal services revolving account--state
24 appropriation is provided solely for replacement of a portion of the
25 computers. The amount provided in this subsection is conditioned on
26 the department satisfying the requirements of the project management
27 oversight standards and policies established by the office of the chief
28 information officer and the provisions of section 945 of this act,
29 personal computer acquisition and replacement.

30 (6) \$609,000 of the legal services revolving account--state
31 appropriation is provided solely for upgrades to software programs.
32 The amount provided in this subsection is conditioned on the department
33 satisfying the requirements of the project management oversight
34 standards and policies established by the office of the chief
35 information officer and the provisions of section 944 of this act,
36 information systems projects.

37 (7) \$38,000 of the legal services revolving account--state
38 appropriation is provided solely for the implementation of Engrossed

1 Substitute House Bill No. 1294 (flame retardants). If the bill is not
2 enacted by June 30, 2013, the amount provided in this subsection shall
3 lapse.

4 (8) \$131,000 of the legal services revolving account--state
5 appropriation is provided solely for the implementation of Engrossed
6 Second Substitute House Bill No. 1302 (extended foster care). If the
7 bill is not enacted by June 30, 2013, the amount provided in this
8 subsection shall lapse.

9 (9) \$50,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$50,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely for the implementation of
12 Engrossed Substitute House Bill No. 1341 (wrongful imprisonment). If
13 the bill is not enacted by June 30, 2013, the amount provided in this
14 subsection shall lapse.

15 (10) \$189,000 of the legal services revolving account--state
16 appropriation is provided solely for the implementation of Substitute
17 House Bill No. 1420 (transportation improvement projects). If the bill
18 is not enacted by June 30, 2013, the amount provided in this subsection
19 shall lapse.

20 (11) \$2,093,000 of the public service revolving account--state
21 appropriation is provided solely for the work of the public counsel
22 section of the office of the attorney general.

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

24	General Fund--State Appropriation (FY 2014)	\$1,377,000
25	General Fund--State Appropriation (FY 2015)	\$1,347,000
26	TOTAL APPROPRIATION	\$2,724,000

27 The appropriations in this section are subject to the following
28 conditions and limitations: \$115,000 of the general fund--state
29 appropriation for fiscal year 2014 and \$115,000 of the general fund--
30 state appropriation for fiscal year 2015 are provided solely for the
31 implementation of Engrossed House Bill No. 1900 (students/caseload
32 forecasts). If the bill is not enacted by June 30, 2013, the amounts
33 provided in this subsection shall lapse.

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

35	General Fund--State Appropriation (FY 2014)	\$77,848,000
36	General Fund--State Appropriation (FY 2015)	\$75,087,000

1	General Fund--Federal Appropriation	\$264,934,000
2	General Fund--Private/Local Appropriation	\$5,609,000
3	Public Works Assistance Account--State	
4	Appropriation	\$7,227,000
5	Drinking Water Assistance Administrative	
6	Account--State Appropriation	\$442,000
7	Lead Paint Account--State Appropriation	\$147,000
8	Building Code Council Account--State Appropriation	\$13,000
9	Home Security Fund Account--State Appropriation	\$30,441,000
10	Affordable Housing for All Account--State	
11	Appropriation	\$11,912,000
12	Financial Fraud and Identity Theft Crimes Investigation	
13	and Prosecution Account--State Appropriation	\$969,000
14	Low-Income Weatherization Assistance Account--State	
15	Appropriation	\$1,881,000
16	Community and Economic Development Fee Account--State	
17	Appropriation	\$5,298,000
18	Washington Housing Trust Account--State	
19	Appropriation	\$19,559,000
20	Prostitution Prevention and Intervention Account--	
21	State Appropriation	\$98,000
22	Public Facility Construction Loan Revolving	
23	Account--State Appropriation	\$985,000
24	Washington Community Technology Opportunity Account--	
25	Private/Local Appropriation	\$10,000
26	Liquor Revolving Account--State Appropriation	\$5,605,000
27	TOTAL APPROPRIATION	\$508,065,000

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

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

37 (2) \$500,000 of the general fund--state appropriation for fiscal
38 year 2014 and \$500,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for a grant to resolution
2 Washington to building statewide capacity for alternative dispute
3 resolution centers and dispute resolution programs that guarantee that
4 citizens have access to low-cost resolution as an alternative to
5 litigation.

6 (3) \$306,000 of the general fund--state appropriation for fiscal
7 year 2014 and \$306,000 of the general fund--state appropriation for
8 fiscal year 2015 are provided solely for a grant to the retired senior
9 volunteer program.

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

13 (5) \$1,800,000 of the home security fund--state appropriation is
14 provided for transitional housing assistance or partial payments for
15 rental assistance under the independent youth housing program.

16 (6) \$5,000,000 of the home security fund--state appropriation is
17 for the operation, repair, and staffing of shelters in the homeless
18 family shelter program.

19 (7) \$198,000 of the general fund--state appropriation for fiscal
20 year 2014 and \$198,000 of the general fund--state appropriation for
21 fiscal year 2015 are provided solely for the Washington new Americans
22 program.

23 (8) \$2,949,000 of the general fund--state appropriation for fiscal
24 year 2014 and \$2,949,000 of the general fund--state appropriation for
25 fiscal year 2015 are provided solely for associate development
26 organizations.

27 (9) \$234,000 of the general fund--state appropriation for fiscal
28 year 2014 and \$233,000 of the general fund--state appropriation for
29 fiscal year 2015 are provided solely for the Washington asset building
30 coalitions.

31 (10) \$39,527,000 of the general fund--state appropriation for
32 fiscal year 2014 and \$39,527,000 of the general fund--state
33 appropriation for fiscal year 2015 are provided solely for the
34 essential needs and housing support program created in chapter 36, 2011
35 1st sp. sess. The department of commerce shall contract for these
36 services with counties or community-based organizations involved in
37 providing essential needs and housing supports to low-income persons
38 who meet eligibility pursuant to chapter 36, 2011 1st sp. sess. The

1 department shall limit the funding used for administration of the
2 program to no more than five percent. Counties and community
3 providers shall limit the funding used for administration of the
4 program to no more than seven percent.

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

13 (b) Of the amounts provided in this subsection, \$74,000,000 is
14 provided solely for housing support services to individuals who are
15 homeless or who may become homeless, and are eligible for services
16 under this program pursuant to chapter 36, 2011 1st sp. sess.

17 (11) \$5,605,000 of the liquor revolving account--state
18 appropriation is provided solely for the department to contract with
19 the municipal research and services center of Washington.

20 (12) \$500,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$500,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely for the purposes of purchasing
23 contracted services to expand and promote the tourism industry in the
24 state of Washington.

25 (a) Through a competitive process, the department must contract
26 with an entity with statewide tourism experience that has a principal
27 office located in Washington. Expenditure of state moneys is
28 contingent upon the contractor providing a dollar for dollar cash
29 match. Funding must be provided for the following services:

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

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

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

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

1 (b) The department may not use more than 18 percent of the funds to
2 administer, monitor, and report the outcomes of the services. The
3 department must electronically submit performance metrics by January 1,
4 2014, and report the outcomes of the services by December 1, 2015, to
5 the economic development committees of the legislature.

6 (13) \$250,000 of the general fund--state appropriation for fiscal
7 year 2014 and \$250,000 of the general fund--state appropriation for
8 fiscal year 2015 are provided solely for the purposes of expanding
9 foreign trade offices and providing sector-based export assistance to
10 businesses. The department must engage Oregon, Idaho, Montana, Alaska,
11 Hawaii, British Columbia, Alberta, Saskatchewan, and Yukon as well as
12 associate development organizations, the small business development
13 centers export readiness centers, the export finance assistance center
14 of Washington, chambers of commerce, international trade organizations,
15 and ports to leverage the funds provided and maximize the investment in
16 foreign outreach. For each dollar expended the department must receive
17 a one hundred percent match. The match may be provided by the
18 department through nongeneral fund sources, or any partnering
19 governments or organizations. The department must develop performance
20 metrics and measure at a minimum, business hand-offs between partners
21 for the provision of additional services, the number of assisted
22 businesses, the number of assisted businesses that export, and the
23 amount of assisted export sales. The measurements must also include an
24 analysis of the sectors served and results.

25 (14) \$2,304,000 of the general fund--state appropriation for fiscal
26 year 2014 and \$2,306,000 of the general fund--state appropriation for
27 fiscal year 2015 are provided solely for facilitating technology
28 transfer and commercialization activities, and supporting business
29 growth in technology sectors.

30 (a) Through a competitive process, the department must contract
31 with an entity with a principal office located in Washington with
32 experience facilitating interaction between the state's higher
33 education institutions and the states technology-based companies on
34 commercialization and technology transfer activities. Expenditure of
35 state moneys must be provided for following services:

36 (i) Supporting businesses in securing federal and private funds to
37 support product research and commercialization, developing and

1 integrating technology in new or enhanced products and services, and
2 launching those products and services in sustainable businesses in the
3 state;

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

6 (iii) Working with utilities, district energy providers, the
7 utilities and transportation commission, and the state energy office to
8 improve the alignment of investments in clean energy technologies with
9 existing state policies;

10 (iv) Administering technology and innovation grant and loan
11 programs including bridge funding programs for the state's technology
12 sector;

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

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

17 (b) The department may not use more than 18 percent of the funds to
18 administer, monitor, and report the outcomes of the services provided.
19 The department must electronically submit performance metrics by
20 January 1, 2014, and report the outcomes of the services by December 1,
21 2014, to the economic development committees of the legislature.

22 (15) \$250,000 of the general fund--state appropriation for fiscal
23 year 2014 and \$250,000 of the general fund--state appropriation for
24 fiscal year 2015 are provided solely to the northwest agriculture
25 business center. Expenditure of state moneys is contingent upon the
26 northwest agriculture business center providing a fifty percent cash
27 match for each state dollar.

28 (16) \$72,000 of the prostitution prevention and intervention
29 account is provided solely for implementation of Engrossed Substitute
30 House Bill No. 1291 (sex trade victims). If the bill is not enacted by
31 June 30, 2013, the amount provided in this subsection shall lapse.

32 (17) \$49,000 of the general fund--state appropriation for fiscal
33 year 2014 and \$49,000 of the general fund--state appropriation for
34 fiscal year 2015 are provided solely for implementation of House Bill
35 No. 1818 (business and government streamlining). If the bill is not
36 enacted by June 30, 2013, the amounts provided in this subsection shall
37 lapse.

1 (18) \$100,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$100,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for implementation of Engrossed
4 Substitute House Bill No. 1819 (digital infrastructure maps). If the
5 bill is not enacted by June 30, 2013, the amounts provided in this
6 subsection shall lapse.

7 (19) \$100,000 of the general fund--state appropriation for fiscal
8 year 2014 is provided solely for the department to conduct an economic
9 cluster analysis of the policies impacting the financial services
10 sector with the objective of building and strengthening the industry's
11 presence in Washington. The department shall examine regulatory,
12 workforce, tax and infrastructure issues and determine strategies to
13 encourage the industry, including private equity, wealth management,
14 and hedge firms and related entities from other states and
15 internationally to locate in Washington. The department shall report
16 to the legislature by December 1, 2013, with recommendations for
17 legislative action.

18 (20) \$50,000 of the general fund--state appropriation for fiscal
19 year 2014 and \$50,000 of the general fund--state appropriation for
20 fiscal year 2015 are provided solely for the department to develop an
21 economic cluster strategy to leverage the state's unique maritime
22 assets, geography, history, and infrastructure. Goals include growing
23 employment, targeted economic activity, environmental considerations,
24 tax revenue to state and local governments, and quality of life
25 associated with the maritime sector by working with the industry to
26 understand workforce needs, parity considerations with Oregon and
27 British Columbia, and tax structure and regulatory barriers. The
28 department will report its findings to the appropriate committees of
29 the legislature no later than December 1, 2014.

30 (21) \$2,000,000 of the Washington housing trust account--state
31 appropriation is provided solely for the department of commerce for
32 services to homeless families through the Washington families fund.

33 (22) \$5,000,000 of the home security account--state appropriation
34 is provided solely for the department of commerce to provide emergency
35 assistance to homeless families in the temporary assistance for needy
36 families program.

37 (23) \$7,500,000 of the home security fund is provided solely for
38 expenditure into the transitional housing operating and rent account.

1 (24) \$892,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$894,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for community mobilization grants
4 to counties.

5 (25) \$4,000,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$850,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for purposes of creating and
8 operating a community health care and education and innovation center
9 at the Pacific Hospital campus in Seattle. Amounts provided in this
10 subsection must be used for lease, maintenance, operations, and other
11 required related expenses for Seattle community colleges allied health
12 programs and other related uses identified by the department of
13 commerce.

14 NEW SECTION. **Sec. 129. FOR THE ECONOMIC AND REVENUE FORECAST**
15 **COUNCIL**

16	General Fund--State Appropriation (FY 2014)	\$765,000
17	General Fund--State Appropriation (FY 2015)	\$804,000
18	Lottery Administrative Account--State Appropriation	\$50,000
19	TOTAL APPROPRIATION	\$1,619,000

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

21	General Fund--State Appropriation (FY 2014)	\$19,831,000
22	General Fund--State Appropriation (FY 2015)	\$19,918,000
23	General Fund--Federal Appropriation	\$31,342,000
24	General Fund--Private/Local Appropriation	\$370,000
25	Economic Development Strategic Reserve Account--State	
26	Appropriation	\$289,000
27	Department of Personnel Services--State	
28	Appropriation	\$8,629,000
29	Data Processing Revolving Account--State	
30	Appropriation	\$6,031,000
31	Higher Education Personnel Services Account--State	
32	Appropriation	\$1,497,000
33	TOTAL APPROPRIATION	\$87,907,000

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

1 (1) \$31,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$29,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for implementation of Second
4 Substitute House Bill No. 1566 (youth in out-of-home care). If the
5 bill is not enacted by June 30, 2013, the amounts provided in this
6 subsection shall lapse.

7 (2) \$38,000 of the general fund--state appropriation for fiscal
8 year 2014 and \$15,000 of the general fund--state appropriation for
9 fiscal year 2015 are provided solely for implementation of House Bill
10 No. 1680 (educational opportunity gap). If the bill is not enacted by
11 June 30, 2013, the amounts provided in this subsection shall lapse.

12 (3) \$39,000 of the general fund--state appropriation for fiscal
13 year 2014 and \$7,000 of the general fund--state appropriation for
14 fiscal year 2015 are provided solely for implementation of House Bill
15 No. 1631 (aging/population services). If the bill is not enacted by
16 June 30, 2013, the amounts provided in this subsection shall lapse.

17 (4) \$175,000 of the general fund--state appropriation for fiscal
18 year 2014 is provided solely for implementation of Engrossed Second
19 Substitute Senate Bill No. 5802 (greenhouse gas emissions). If the
20 bill is not enacted by June 30, 2013, the amount provided in this
21 subsection shall lapse.

22 (5) \$250,000 of the general fund--state appropriation for fiscal
23 year 2014 and \$250,000 of the general fund--state appropriation for
24 fiscal year 2015 are provided solely to increase the number of state
25 volunteers and improve the effectiveness of volunteer engagement,
26 consistent with a state plan for implementing volunteerism. The funds
27 shall be distributed to nonprofits and volunteer centers through a
28 competitive grant process by the office of financial management.
29 Consideration shall be given to proposals that carry out state goals in
30 areas such as drop-out prevention, respite care for families, improving
31 reading scores, and the engagement of veterans, boomers, and high
32 school students. The nonprofit community shall be consulted about
33 criteria for awarding grants, minimizing administration burden on
34 nonprofits, and to encouraging participation throughout the state. The
35 office of financial management may consult with or contract with the
36 state commission promoting volunteer service in carrying out this
37 subsection.

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

2 Administrative Hearings Revolving Account--State

3 Appropriation \$37,749,000

4 Minority and Women's Business Enterprises

5 Account--State Appropriation \$75,000

6 TOTAL APPROPRIATION \$37,824,000

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

9 (1) \$75,000 of the minority and women's business enterprises
10 account--state appropriation is provided for adjudicative services
11 related to implementation of Substitute House Bill No. 1674 (increasing
12 regulatory oversight). If the bill is not enacted by June 30, 2013,
13 the amount provided in this subsection shall lapse.

14 (2) \$151,000 of the administrative hearings revolving account--
15 state appropriation is provided solely for replacement of computer
16 equipment, including servers, routers, and storage system upgrades.
17 The amount provided in this subsection is conditioned on the department
18 satisfying the requirements of the project management oversight
19 standards and policies established by the office of the chief
20 information officer and the provisions of section 944 of this act,
21 information systems projects.

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

23 Lottery Administrative Account--State

24 Appropriation \$25,594,000

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

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

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

28 TOTAL APPROPRIATION \$474,000

29 NEW SECTION. **Sec. 134. FOR THE COMMISSION ON AFRICAN-AMERICAN**
30 **AFFAIRS**

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

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

33 TOTAL APPROPRIATION \$458,000

1 NEW SECTION. **Sec. 135. FOR THE DEPARTMENT OF RETIREMENT**
2 **SYSTEMS--OPERATIONS**

3 Department of Retirement Systems Expense

4 Account--State Appropriation \$50,269,000

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

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

13 General Fund--State Appropriation (FY 2014) \$108,486,000

14 General Fund--State Appropriation (FY 2015) \$110,855,000

15 Timber Tax Distribution Account--State Appropriation \$6,079,000

16 Waste Reduction/Recycling/Litter Control--State

17 Appropriation \$132,000

18 State Toxics Control Account--State Appropriation \$91,000

19 Master License Fund--State Appropriation \$18,606,000

20 TOTAL APPROPRIATION \$244,249,000

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

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

26 (2) \$605,000 of the general fund--state appropriation for fiscal
27 year 2014, \$4,650,000 of the general fund--state appropriation for
28 fiscal year 2015, and \$6,348,000 of the master license fund--state
29 appropriation are provided solely for the replacement of the
30 department's legacy business systems. The amounts provided in this
31 subsection are conditioned on the department satisfying the
32 requirements of the project management oversight standards and policies
33 established by the office of the chief information officer and the
34 provisions of section 944 of this act.

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

36 General Fund--State Appropriation (FY 2014) \$1,428,000

1 General Fund--State Appropriation (FY 2015) \$1,390,000
2 TOTAL APPROPRIATION \$2,818,000

3 The appropriations in this section are subject to the following
4 conditions and limitations: \$210,000 of the general fund--state
5 appropriation for fiscal year 2014 and \$210,000 of the general fund--
6 state appropriation for fiscal year 2015 are provided solely to support
7 additional hearings officers to address the backlog in appeals cases
8 and to improve services to taxpayers and taxing authorities.

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

11 OMWBE Enterprises Account--State Appropriation \$4,660,000

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

14 (1) \$200,000 of the minority and women's business enterprises
15 account--state appropriation is provided for implementation of a
16 certification program for small business enterprises. The agency will
17 collaborate with the department of transportation to certify small
18 businesses as small business enterprises. Funding for this work is
19 provided through interagency agreement with the state department of
20 transportation.

21 (2) \$570,000 of the minority and women's business enterprises
22 account--state appropriation is provided to implement Substitute House
23 Bill No. 1674 (increasing regulatory oversight). If the bill is not
24 enacted by June 30, 2013, the amount provided in this subsection shall
25 lapse.

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

27 General Fund--State Appropriation (FY 2014) \$600,000
28 General Fund--State Appropriation (FY 2015) \$600,000
29 General Fund--Federal Appropriation \$4,492,000
30 Health Benefit Exchange Account--State Appropriation \$676,000
31 Insurance Commissioners Regulatory Account--State
32 Appropriation \$49,324,000
33 TOTAL APPROPRIATION \$55,692,000

34 The appropriations in this section are subject to the following
35 conditions and limitations: \$676,000 of the health benefit exchange

1 account--state appropriation is provided solely to implement Engrossed
2 Substitute House Bill No. 1947 (Washington health benefit exchange).
3 If the bill is not enacted by June 30, 2013, the amount provided in
4 this subsection shall lapse.

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

6 State Investment Board Expense Account--State
7 Appropriation \$35,961,000

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

9 Liquor Revolving Account--State Appropriation \$65,934,000
10 General Fund--Federal Appropriation \$945,000
11 General Fund--Private/Local Appropriation \$25,000
12 TOTAL APPROPRIATION \$66,904,000

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

15 (1) \$2,494,000 of the liquor revolving account--state appropriation
16 is provided solely for the liquor control board to implement Initiative
17 Measure No. 502.

18 (2) Within the amounts appropriated in this section from the liquor
19 revolving account--state appropriation, the liquor control board must
20 work with the department of revenue, the department of health, and
21 affected stakeholders to develop proposed legislation regarding the
22 integration of a regulated medical marijuana market with the
23 recreational marijuana market.

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

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

27 (b) Licensing and regulation provisions for medical marijuana
28 producers, processors, and retailers;

29 (c) Regulations regarding the oversight of health care
30 professionals that authorize the use of medical marijuana for their
31 patients;

32 (d) Rules regarding collective gardens, possession amounts, and age
33 limits; and

34 (e) Implementation of a tax structure for the medical marijuana
35 market.

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

3 NEW SECTION. **Sec. 142. FOR THE UTILITIES AND TRANSPORTATION**
4 **COMMISSION**

5	General Fund--Federal Appropriation	\$150,000
6	General Fund--Private/Local Appropriation	\$11,224,000
7	Public Service Revolving Account--State	
8	Appropriation	\$29,698,000
9	Pipeline Safety Account--State Appropriation	\$4,480,000
10	Pipeline Safety Account--Federal Appropriation	\$1,932,000
11	TOTAL APPROPRIATION	\$47,484,000

12 The appropriations in this section are subject to the following
13 conditions and limitations: The commission shall work with the Idaho
14 public utilities commission and the public utility commission of Oregon
15 to identify common regulatory functions that can be performed jointly,
16 with the goal of formalizing a compact that protects essential services
17 while increasing regulatory effectiveness and efficiencies through
18 economies of scale. The compact shall become operative immediately
19 upon approval by the respective legislatures.

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

21	General Fund--State Appropriation (FY 2014)	\$7,314,000
22	General Fund--State Appropriation (FY 2015)	\$7,249,000
23	General Fund--Federal Appropriation	\$140,082,000
24	Enhanced 911 Account--State Appropriation	\$48,668,000
25	Disaster Response Account--State Appropriation	\$14,525,000
26	Disaster Response Account--Federal Appropriation	\$53,253,000
27	Military Department Rent and Lease Account--State	
28	Appropriation	\$615,000
29	Worker and Community Right-to-Know Account--State	
30	Appropriation	\$2,993,000
31	TOTAL APPROPRIATION	\$274,699,000

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

- 34 (1) \$14,525,000 of the disaster response account--state
35 appropriation and \$53,253,000 of the disaster response account--federal
36 appropriation may be spent only on disasters declared by the governor

1 and with the approval of the office of financial management. The
2 military department shall submit a report to the office of financial
3 management and the legislative fiscal committees on October 1st and
4 February 1st of each year detailing information on the disaster
5 response account, including: (a) The amount and type of deposits into
6 the account; (b) the current available fund balance as of the reporting
7 date; and (c) the projected fund balance at the end of the 2014-2015
8 biennium based on current revenue and expenditure patterns.

9 (2) \$75,000,000 of the general fund--federal appropriation is
10 provided solely for homeland security, subject to the following
11 conditions:

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

15 (b) The department shall submit an annual report to the office of
16 financial management and the legislative fiscal committees detailing
17 the governor's domestic security advisory group recommendations;
18 homeland security revenues and expenditures, including estimates of
19 total federal funding for the state; and incremental changes from the
20 previous estimate.

21 (3) \$81,000 of the general fund--state appropriation for fiscal
22 year 2014 and \$80,000 of the general fund--state appropriation for year
23 2015 are provided solely to implement Second Substitute House Bill No.
24 1158 (annexation/military purposes). If the bill is not enacted by
25 June 30, 2013, the amounts provided in this subsection shall lapse.

26 (4) \$200,000 of worker and community right-to-know--state
27 appropriation is provided solely to establish one FTE to initiate and
28 coordinate a statewide continuity of operations program for state
29 government.

30 NEW SECTION. **Sec. 144. FOR THE PUBLIC EMPLOYMENT RELATIONS**
31 **COMMISSION**

32	General Fund--State Appropriation (FY 2014)	\$1,966,000
33	General Fund--State Appropriation (FY 2015)	\$2,026,000
34	Higher Education Personnel Services Account--State	
35	Appropriation	\$519,000
36	Department of Personnel Service Account--State	
37	Appropriation	\$3,289,000

1 TOTAL APPROPRIATION \$7,800,000

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

3 Certified Public Accountants' Account--State

4 Appropriation \$2,702,000

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

6 Death Investigations Account--State Appropriation \$498,000

7 The appropriation in this section is subject to the following

8 conditions and limitations:

9 (1) \$250,000 of the death investigations account appropriation is

10 provided solely for providing financial assistance to local

11 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 appropriation is

17 provided solely for providing financial assistance to local

18 jurisdictions in identifying human remains.

19 NEW SECTION. Sec. 147. FOR THE HORSE RACING COMMISSION

20 Horse Racing Commission Operating Account--State

21 Appropriation \$3,566,000

22 The appropriation in this section is subject to the following

23 conditions and limitations: Pursuant to RCW 43.135.055, the commission

24 is authorized to increase licensing fees by up to five percent in

25 fiscal year 2014 and up to five percent in fiscal year 2015; and

26 background check fees by up to one dollar in fiscal year 2014, and up

27 to one dollar in fiscal year 2015.

28 NEW SECTION. Sec. 148. FOR THE DEPARTMENT OF ENTERPRISE SERVICES

29 General Fund--State Appropriation (FY 2014) \$3,849,000

30 General Fund--State Appropriation (FY 2015) \$3,635,000

31 Building Code Council Account--State Appropriation \$1,576,000

32 TOTAL APPROPRIATION \$9,060,000

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

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

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

21 (3)(a) The building code council account appropriation is provided
22 solely for the operation of the state building code council as required
23 by statute and modified by the standards established by executive order
24 10-06. The council shall not consider any proposed code amendment or
25 take any other action not authorized by statute or in compliance with
26 the standards established in executive order 10-06. No member of the
27 council may receive compensation, per diem, or reimbursement for
28 activities other than physical attendance at those meetings of the
29 state building code council or the council's designated committees, at
30 which the opportunity for public comment is provided generally and on
31 all agenda items upon which the council proposes to take action.

32 (b) As provided in House Bill No. 1618, there is imposed a fee of
33 five dollars and fifty cents on each building permit issued by a county
34 or a city, plus an additional surcharge of two dollars for each
35 residential unit, but not including the first unit, on each building
36 containing more than one residential unit, and a fee of eight dollars
37 for each nonresidential permit issued.

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

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

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

11 (7) \$200,000 of the general fund--state appropriation for fiscal
12 year 2014 is provided solely to conduct a boundary survey and appraisal
13 of parcel number one and surrounding property on McNeil Island related
14 to maintaining the secure sex offender facility, real estate
15 transactional work for the deeds between the state and federal
16 government involving McNeil Island, and transition planning to move
17 toward decision-making to realign conveyances for state ownership of
18 McNeil Island.

19 (8) \$2,400,000 of the data processing revolving account
20 appropriation is provided solely for the implementation of a pilot
21 program to implement a strategy and action plan to modernize the
22 state's enterprise financial and administrative systems. The
23 department, the office of financial management, and the office of the
24 chief information officer, will lead the planning effort and establish
25 advisory committees composed of key stakeholders. The plan will
26 include an assessment of the readiness of state government to conduct
27 a business transformation and system replacement project of this scale.
28 The plan shall incorporate the objectives of lean management and should
29 include recommendations on: Project scope, phasing and timeline,
30 expected outcomes and measures of success, product strategy, budget and
31 financing strategy options, risk mitigation, staffing and organization,
32 and strategies to close readiness gaps. The department shall submit
33 the implementation plan to the fiscal committees of the legislature by
34 December 15, 2013.

35 The amounts provided in this subsection are conditioned on the
36 department satisfying the requirements of the project management
37 oversight standards and policies established by the office of the chief

1 information officer and the provisions of section 944 of this act,
2 information systems projects.

3 (9) \$8,013,000 of the data processing revolving account
4 appropriation is provided solely for the implementation of a pilot
5 program to implement a time, leave, and attendance enterprise system.
6 The amounts provided in this subsection are conditioned on the
7 department satisfying the requirements of the project management
8 oversight standards and policies established by the office of the chief
9 information officer and the provisions of section 944 of this act,
10 information systems projects.

11 (10) From the fee charged to master contract vendors, the
12 department shall transfer to the office of minority and women's
13 business enterprises in equal monthly installments of \$2,330,000 in
14 fiscal year 2014 and \$2,330,000 in fiscal year 2015.

15 NEW SECTION. **Sec. 149. FOR THE BOARD FOR VOLUNTEER FIREFIGHTERS**

16 Volunteer Firefighters' and Reserve Officers'

17 Administrative Account--State Appropriation \$1,054,000

18 NEW SECTION. **Sec. 150. FOR THE DEPARTMENT OF ARCHAEOLOGY AND**
19 **HISTORIC PRESERVATION**

20 General Fund--State Appropriation (FY 2014) \$1,341,000
21 General Fund--State Appropriation (FY 2015) \$1,239,000
22 General Fund--Federal Appropriation \$1,937,000
23 General Fund--Private/Local Appropriation \$14,000
24 TOTAL APPROPRIATION \$4,531,000

25 The appropriations in this section are subject to the following
26 conditions and limitations: \$50,000 of the general fund--state
27 appropriation for fiscal year 2014 is provided solely to study the role
28 of cultural resources assessment as part of the state and local
29 governmental environmental review, planning, and permitting process.
30 The agency will create a public outreach process with affected
31 governmental entities, businesses, and stakeholders. The agency will
32 review state laws from around the country on cultural resources. The
33 agency will deliver its report with legislative recommendations to the
34 legislature by November 30, 2013.

(End of part)

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

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

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

1 are available to the general population in the geographic area. The
2 legislature finds that cost reports, payment data from the federal
3 government, historical utilization, economic data, and clinical input
4 constitute reliable data upon which to determine the payment rates.

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

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

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

26	General Fund--State Appropriation (FY 2014)	\$298,349,000
27	General Fund--State Appropriation (FY 2015)	\$303,015,000
28	General Fund--Federal Appropriation	\$493,292,000
29	General Fund--Private/Local Appropriation	\$1,354,000
30	Home Security Fund Account--State Appropriation	\$10,741,000
31	Domestic Violence Prevention Account--State	
32	Appropriation	\$1,240,000
33	Child and Family Reinvestment Account--State	
34	Appropriation	\$4,977,000
35	TOTAL APPROPRIATION	\$1,112,968,000

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

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

6 (2) \$668,000 of the general fund--state appropriation for fiscal
7 year 2014 and \$668,000 of the general fund--state appropriation for
8 fiscal year 2015 are provided solely to contract for the operation of
9 one pediatric interim care center. The center shall provide
10 residential care for up to thirteen children through two years of age.
11 Seventy-five percent of the children served by the center must be in
12 need of special care as a result of substance abuse by their mothers.
13 The center shall also provide on-site training to biological, adoptive,
14 or foster parents. The center shall provide at least three months of
15 consultation and support to the parents accepting placement of children
16 from the center. The center may recruit new and current foster and
17 adoptive parents for infants served by the center. The department
18 shall not require case management as a condition of the contract.

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

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

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

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

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

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

35 (8) \$1,251,000 of the general fund--state appropriation for fiscal
36 year 2014, \$2,314,000 of the general fund--state appropriation for
37 fiscal year 2015, and \$1,073,000 of the general fund--federal
38 appropriation are provided solely for implementation of Engrossed

1 Second Substitute House Bill No. 1302 (extended foster care). If the
2 bill is not enacted by June 30, 2013, the amounts provided in this
3 subsection shall lapse.

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

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

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

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

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

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

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

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

- 1 case workers to develop educational plans for and with participating
 2 youth;
- 3 (iii) Monitoring education progress of participating youth;
- 4 (iv) Providing participating youth with school and local resources
 5 that may assist in educational access and success; and
- 6 (v) Coaching youth, caregivers, and social workers to advocate for
 7 dependent youth in the educational system.
- 8 (f) The contracted nongovernmental entity or entities must report
 9 demonstration site outcomes to the department of social and health
 10 services and the office of public instruction by June 30, 2014, for the
 11 2013-14 school year, and by June 30, 2015, for the 2014-15 school year.
- 12 (g) The children's administration must proactively refer all
 13 students fifteen years or older, within the demonstration site area, to
 14 the selected nongovernmental entity for educational services.
- 15 (h) The children's administration must report quarterly to the
 16 legislature on the number of eligible youth and number of youth
 17 referred for services beginning at the close of the second quarter of
 18 fiscal year 2014 and through the final quarter of fiscal year 2015.
- 19 (i) The contracted nongovernmental entity or entities shall report
 20 to the legislature by June 30, 2015, on the effectiveness of the
 21 demonstration site in increasing graduation rates for dependent youth.

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

24	General Fund--State Appropriation (FY 2014)	\$89,371,000
25	General Fund--State Appropriation (FY 2015)	\$89,936,000
26	General Fund--Federal Appropriation	\$3,464,000
27	General Fund--Private/Local Appropriation	\$1,976,000
28	Washington Auto Theft Prevention Authority Account--	
29	State Appropriation	\$196,000
30	Reinvesting in Youth--State Appropriation	\$383,000
31	Juvenile Accountability Incentive Account--Federal	
32	Appropriation	\$2,801,000
33	TOTAL APPROPRIATION	\$188,127,000

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

- 36 (1) \$331,000 of the general fund--state appropriation for fiscal
 37 year 2014 and \$331,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for deposit in the county criminal
2 justice assistance account for costs to the criminal justice system
3 associated with the implementation of chapter 338, Laws of 1997
4 (juvenile code revisions). The amounts provided in this subsection are
5 intended to provide funding for county adult court costs associated
6 with the implementation of chapter 338, Laws of 1997 and shall be
7 distributed in accordance with RCW 82.14.310.

8 (2) \$2,716,000 of the general fund--state appropriation for fiscal
9 year 2014 and \$2,716,000 of the general fund--state appropriation for
10 fiscal year 2015 are provided solely for the implementation of chapter
11 338, Laws of 1997 (juvenile code revisions). The amounts provided in
12 this subsection are intended to provide funding for county impacts
13 associated with the implementation of chapter 338, Laws of 1997 and
14 shall be distributed to counties as prescribed in the current
15 consolidated juvenile services (CJS) formula.

16 (3) \$3,482,000 of the general fund--state appropriation for fiscal
17 year 2014 and \$3,482,000 of the general fund--state appropriation for
18 fiscal year 2015 are provided solely to implement community juvenile
19 accountability grants pursuant to chapter 338, Laws of 1997 (juvenile
20 code revisions). Funds provided in this subsection may be used solely
21 for community juvenile accountability grants, administration of the
22 grants, and evaluations of programs funded by the grants.

23 (4) \$1,130,000 of the general fund--state appropriation for fiscal
24 year 2014 and \$1,130,000 of the general fund--state appropriation for
25 fiscal year 2015 are provided solely to implement alcohol and substance
26 abuse treatment programs for locally committed offenders. The juvenile
27 rehabilitation administration shall award these moneys on a competitive
28 basis to counties that submitted a plan for the provision of services
29 approved by the division of alcohol and substance abuse. The juvenile
30 rehabilitation administration shall develop criteria for evaluation of
31 plans submitted and a timeline for awarding funding and shall assist
32 counties in creating and submitting plans for evaluation.

33 (5) \$3,123,000 of the general fund--state appropriation for fiscal
34 year 2014 and \$3,123,000 of the general fund--state appropriation for
35 fiscal year 2015 are provided solely for grants to county juvenile
36 courts for the following programs identified by the Washington state
37 institute for public policy (institute) in its October 2006 report:
38 "Evidence-Based Public Policy Options to Reduce Future Prison

1 Construction, Criminal Justice Costs and Crime Rates": Functional
2 family therapy, multi-systemic therapy, aggression replacement training
3 and interagency coordination programs, or other programs with a
4 positive benefit-cost finding in the institute's report. County
5 juvenile courts shall apply to the juvenile rehabilitation
6 administration for funding for program-specific participation and the
7 administration shall provide grants to the courts consistent with the
8 per-participant treatment costs identified by the institute.

9 (6) \$1,537,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$1,537,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely for expansion of the following
12 treatments and therapies in juvenile rehabilitation administration
13 programs identified by the Washington state institute for public policy
14 in its October 2006 report: "Evidence-Based Public Policy Options to
15 Reduce Future Prison Construction, Criminal Justice Costs and Crime
16 Rates": Multidimensional treatment foster care, family integrated
17 transitions, and aggression replacement training, or other programs
18 with a positive benefit-cost finding in the institute's report. The
19 administration may concentrate delivery of these treatments and
20 therapies at a limited number of programs to deliver the treatments in
21 a cost-effective manner.

22 (7)(a) The juvenile rehabilitation administration shall administer
23 a block grant, rather than categorical funding, of consolidated
24 juvenile service funds, community juvenile accountability act grants,
25 the chemical dependency disposition alternative funds, the mental
26 health disposition alternative, and the sentencing disposition
27 alternative for the purpose of serving youth adjudicated in the
28 juvenile justice system. In making the block grant, the juvenile
29 rehabilitation administration shall follow the following formula and
30 will prioritize evidence-based programs and disposition alternatives
31 and take into account juvenile courts program-eligible youth in
32 conjunction with the number of youth served in each approved evidence-
33 based program or disposition alternative: (i) Thirty-seven and one-
34 half percent for the at-risk population of youth ten to seventeen years
35 old; (ii) fifteen percent for moderate and high-risk youth; (iii)
36 twenty-five percent for evidence-based program participation; (iv)
37 seventeen and one-half percent for minority populations; (v) three
38 percent for the chemical dependency disposition alternative; and (vi)

1 two percent for the mental health and sentencing dispositional
2 alternatives. Funding for the special sex offender disposition
3 alternative (SSODA) shall not be included in the block grant, but
4 allocated on the average daily population in juvenile courts. Funding
5 for the evidence-based expansion grants shall be excluded from the
6 block grant formula. Funds may be used for promising practices when
7 approved by the juvenile rehabilitation administration and juvenile
8 courts, through the community juvenile accountability act committee,
9 based on the criteria established in consultation with Washington state
10 institute for public policy and the juvenile courts.

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

1 determined the changes will increase evidence-based program or
2 disposition alternative delivery and increase the cost benefit to the
3 state. These outcomes will also be considered in determining when
4 evidence-based expansion or special sex offender disposition
5 alternative funds should be included in the block grant or left
6 separate.

7 (c) The juvenile courts and administrative office of the courts
8 shall be responsible for collecting and distributing information and
9 providing access to the data systems to the juvenile rehabilitation
10 administration and the Washington state institute for public policy
11 related to program and outcome data. The juvenile rehabilitation
12 administration and the juvenile courts will work collaboratively to
13 develop program outcomes that reinforce the greatest cost benefit to
14 the state in the implementation of evidence-based practices and
15 disposition alternatives.

16 (8) The juvenile courts and administrative office of the courts
17 shall collect and distribute information related to program outcome and
18 provide access to these data systems to the juvenile rehabilitation
19 administration and Washington state institute for public policy.
20 Consistent with chapter 13.50 RCW, all confidentiality agreements
21 necessary to implement this information-sharing shall be approved
22 within 30 days of the effective date of this section. The agreements
23 between administrative office of the courts, the juvenile courts, and
24 the juvenile rehabilitation administration shall be executed to ensure
25 that the juvenile rehabilitation administration receives the data that
26 the juvenile rehabilitation administration identifies as needed to
27 comply with this subsection. This includes, but is not limited to,
28 information by program at the statewide aggregate level, individual
29 court level, and individual client level for the purpose of the
30 juvenile rehabilitation administration providing quality assurance and
31 oversight for the locally committed youth block grant and associated
32 funds and at times as specified by the juvenile rehabilitation
33 administration as necessary to carry out these functions. The data
34 shall be provided in a manner that reflects the collaborative work the
35 juvenile rehabilitation administration and juvenile courts have
36 developed regarding program outcomes that reinforce the greatest cost
37 benefit to the state in the implementation of evidence-based practices
38 and disposition alternatives.

1 (9) \$445,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$445,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for funding of the teamchild
4 project.

5 (10) \$178,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$178,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for the juvenile detention
8 alternatives initiative.

9 (11) \$300,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$300,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely for a grant program focused on
12 criminal street gang prevention and intervention. The Washington state
13 partnership council on juvenile justice may award grants under this
14 subsection. The council shall give priority to applicants who have
15 demonstrated the greatest problems with criminal street gangs.
16 Applicants composed of, at a minimum, one or more local governmental
17 entities and one or more nonprofit, nongovernmental organizations that
18 have a documented history of creating and administering effective
19 criminal street gang prevention and intervention programs may apply for
20 funding under this subsection.

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

23 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

24	General Fund--State Appropriation (FY 2014)	\$328,363,000
25	General Fund--State Appropriation (FY 2015)	\$316,471,000
26	General Fund--Federal Appropriation	\$553,751,000
27	General Fund--Private/Local Appropriation	\$17,864,000
28	TOTAL APPROPRIATION	\$1,216,449,000

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

31 (a) \$105,265,000 of the general fund--state appropriation for
32 fiscal year 2014 and \$85,895,000 of the general fund--state
33 appropriation for fiscal year 2015 are provided solely for persons and
34 services not covered by the medicaid program. To the extent possible,
35 levels of regional support network spending shall be maintained in the
36 following priority order: Crisis and commitment services; community
37 inpatient services; and residential care services, including personal

1 care and emergency housing assistance. This is a reduction in flexible
2 nonmedicaid funding of \$4,077,000 for fiscal year 2014 and \$23,446,000
3 for fiscal year 2015. This reduction reflects offsets in state funding
4 related to services that will now be funded with federal dollars
5 through the affordable care act medicaid expansion. This reduction
6 shall be distributed as follows:

7 (i) The \$4,077,000 reduction in fiscal year 2014 and \$11,723,000 of
8 the reduction in fiscal year 2015 must be distributed among regional
9 support networks based on a formula that equally weights each regional
10 support networks proportion of individuals who become newly eligible
11 and enroll in medicaid under the expansion provisions of the affordable
12 care act in fiscal year 2014 and each regional support network's
13 spending of flexible nonmedicaid funding in the 2011-2013 fiscal
14 biennium.

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

20 (b) \$6,590,000 of the general fund--state appropriation for fiscal
21 year 2014, \$6,590,000 of the general fund--state appropriation for
22 fiscal year 2015, and \$7,620,000 of the general fund--federal
23 appropriation are provided solely for the department and regional
24 support networks to continue to contract for implementation of high-
25 intensity programs for assertive community treatment (PACT) teams. In
26 determining the proportion of medicaid and nonmedicaid funding provided
27 to regional support networks with PACT teams, the department shall
28 consider the differences between regional support networks in the
29 percentages of services and other costs associated with the teams that
30 are not reimbursable under medicaid. The department may allow regional
31 support networks which have nonmedicaid reimbursable costs that are
32 higher than the nonmedicaid allocation they receive under this section
33 to supplement these funds with local dollars or funds received under
34 section 204(1)(a) of this act. The department and regional support
35 networks shall maintain consistency with all essential elements of the
36 PACT evidence-based practice model in programs funded under this
37 section.

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

9 (d) The number of nonforensic beds allocated for use by regional
10 support networks at eastern state hospital shall be 192 per day. The
11 number of nonforensic beds allocated for use by regional support
12 networks at western state hospital shall be 557 per day.

13 (e) From the general fund--state appropriations in this subsection,
14 the secretary of social and health services shall assure that regional
15 support networks reimburse the aging and disability services
16 administration for the general fund--state cost of medicaid personal
17 care services that enrolled regional support network consumers use
18 because of their psychiatric disability.

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

22 (g) \$750,000 of the general fund--state appropriation for fiscal
23 year 2014 and \$750,000 of the general fund--state appropriation for
24 fiscal year 2015 are provided solely to continue performance-based
25 incentive contracts to provide appropriate community support services
26 for individuals with severe mental illness who were discharged from the
27 state hospitals as part of the expanding community services initiative.
28 These funds will be used to enhance community residential and support
29 services provided by regional support networks through other state and
30 federal funding.

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

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

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

4 (iii) Mental health services provided in nursing facilities to
5 individuals with dementia, and consultation to facility staff treating
6 those individuals; and

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

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

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

17 (j) Regional support networks may use local funds to earn
18 additional federal medicaid match, provided the locally matched rate
19 does not exceed the upper-bound of their federally allowable rate
20 range, and provided that the enhanced funding is used only to provide
21 medicaid state plan or waiver services to medicaid clients.
22 Additionally, regional support networks may use a portion of the state
23 funds allocated in accordance with (a) of this subsection to earn
24 additional medicaid match, but only to the extent that the application
25 of such funds to medicaid services does not diminish the level of
26 crisis and commitment, community inpatient, residential care, and
27 outpatient services presently available to persons not eligible for
28 medicaid.

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

35 (l) \$523,000 of the general fund--state appropriation for fiscal
36 year 2014, \$775,000 of the general fund--state appropriation for fiscal
37 year 2015, and \$854,000 of the general fund--federal appropriation are
38 provided solely for implementation of sections 3 through 5 of Engrossed

1 Second Substitute House Bill No. 1114 (criminal
2 incompetency/commitment). Regional support networks must use this
3 funding for the development of intensive community programs that allow
4 individuals to be diverted or transitioned from the state hospitals in
5 accordance with plans approved by the department. If Engrossed Second
6 Substitute House Bill No. 1114 (criminal incompetency/commitment) is
7 not enacted by June 30, 2013, the amounts provided in this subsection
8 shall lapse.

9 (m) \$5,986,000 of the general fund--state appropriation for fiscal
10 year 2014, \$11,592,000 of the general fund--state appropriation for
11 fiscal year 2015, and \$10,160,000 of the general fund--federal
12 appropriation are provided solely for implementation of Second
13 Substitute House Bill No. 1777 (involuntary commitment). Regional
14 support networks must use this funding for the development of intensive
15 community programs that allow individuals to be diverted or
16 transitioned from the state hospitals in accordance with plans approved
17 by the department. If Second Substitute House Bill No. 1777
18 (involuntary commitment) is not enacted by June 30, 2013, the amounts
19 provided in this subsection shall lapse.

20 (2) INSTITUTIONAL SERVICES

21	General Fund--State Appropriation (FY 2014)	\$132,222,000
22	General Fund--State Appropriation (FY 2015)	\$129,294,000
23	General Fund--Federal Appropriation	\$149,486,000
24	General Fund--Private/Local Appropriation	\$63,097,000
25	TOTAL APPROPRIATION	\$474,099,000

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

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

31 (b) \$231,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$231,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for a community partnership
34 between western state hospital and the city of Lakewood to support
35 community policing efforts in the Lakewood community surrounding
36 western state hospital. The amounts provided in this subsection (2)(b)
37 are for the salaries, benefits, supplies, and equipment for one full-

1 time investigator, one full-time police officer, and one full-time
2 community service officer at the city of Lakewood.

3 (c) \$45,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$45,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely for payment to the city of
6 Lakewood for police services provided by the city at western state
7 hospital and adjacent areas.

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

13 (3) SPECIAL PROJECTS

14	General Fund--State Appropriation (FY 2014)	\$1,163,000
15	General Fund--State Appropriation (FY 2015)	\$1,164,000
16	General Fund--Federal Appropriation	\$6,108,000
17	TOTAL APPROPRIATION	\$8,435,000

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

23 (4) PROGRAM SUPPORT

24	General Fund--State Appropriation (FY 2014)	\$5,209,000
25	General Fund--State Appropriation (FY 2015)	\$4,783,000
26	General Fund--Federal Appropriation	\$7,692,000
27	General Fund--Private/Local Appropriation	\$502,000
28	TOTAL APPROPRIATION	\$18,186,000

29 (a) The appropriations in this subsection are subject to the
30 following conditions and limitations: In accordance with RCW
31 43.20B.110, 43.135.055, and 71.24.035, the department is authorized to
32 adopt license and certification fees in fiscal years 2014 and 2015 to
33 support the costs of the regulatory program. The department's fee
34 schedule shall have differential rates for providers with proof of
35 accreditation from organizations that the department has determined to
36 have substantially equivalent standards to those of the department,
37 including but not limited to the joint commission on accreditation of

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

7 (b) \$74,000 of the general fund--state appropriation for fiscal
8 year 2014, \$74,000 of the general fund--state appropriation for fiscal
9 year 2015, and \$78,000 of the general fund--federal appropriation are
10 provided solely for implementation of Second Substitute House Bill No.
11 1777 (involuntary commitment). If Second Substitute House Bill No.
12 1777 (involuntary commitment) is not enacted by June 30, 2013, the
13 amounts provided in this subsection shall lapse.

14 (c) \$160,000 of the general fund--state appropriation for fiscal
15 year 2014 and \$80,000 of the general fund--state appropriation for
16 fiscal year 2015 are provided solely for implementation of Second
17 Substitute House Bill No. 1627 (competency to stand trial). If Second
18 Substitute House Bill No. 1627 (competency to stand trial) is not
19 enacted by June 30, 2013, the amounts provided in this subsection shall
20 lapse.

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

31 (e) \$349,000 of the general fund--state appropriation for fiscal
32 year 2014, \$212,000 of the general fund--state appropriation for fiscal
33 year 2015, and \$302,000 of the general fund--federal appropriation are
34 provided solely to implement Engrossed Substitute House Bill No. 1519
35 (service coordination organizations) and Engrossed Second Substitute
36 House Bill No. 1522 (behavioral health services). If neither of the
37 bills is enacted by June 30, 2013, the amounts provided in this
38 subsection shall lapse.

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

3 (1) COMMUNITY SERVICES

4	General Fund--State Appropriation (FY 2014)	\$443,253,000
5	General Fund--State Appropriation (FY 2015)	\$461,654,000
6	General Fund--Federal Appropriation	\$828,521,000
7	General Fund--Private/Local Appropriation	\$965,000
8	TOTAL APPROPRIATION	\$1,734,393,000

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

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

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

23 (i) The current annual renewal license fee for adult family homes
24 shall be increased to \$250 per bed beginning in fiscal year 2014 and
25 \$320 per bed beginning in fiscal year 2015. A processing fee of \$2,750
26 shall be charged to each adult family home when the home is initially
27 licensed. This fee is nonrefundable.

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

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

34 (c) \$817,000 of the general fund--private/local appropriation and
35 \$817,000 of the general fund--federal appropriation are provided solely
36 to implement Substitute House Bill No. 1574 (residential services and
37 supports). If the bill is not enacted by June 30, 2013, the amount
38 provided in this subsection shall lapse. In accordance with Substitute

1 House Bill No. 1574, the department is authorized to increase supported
2 living fees as necessary to support the actual costs of conducting the
3 certification, inspection, and regulatory programs. The certification
4 fees may not exceed the department's annual licensing and oversight
5 activity costs and shall include the department's cost of paying
6 providers for the amount of the certification fee attributed to
7 medicaid clients. The annual certification fee for supported living
8 shall be increased up to \$215 per client beginning in fiscal year 2014
9 and up to \$240 per client beginning in fiscal year 2015.

10 (d) \$13,301,000 of the general fund--state appropriation for fiscal
11 year 2014, \$20,607,000 of the general fund--state appropriation for
12 fiscal year 2015, and \$33,910,000 of the general fund federal
13 appropriation are provided solely for the implementation of the
14 agreement reached between the governor and the service employees
15 international union healthcare 775nw through an interest arbitration
16 decision under the provisions of chapters 74.39A and 41.56 RCW for the
17 2013-2015 fiscal biennium.

18 (e) \$6,500,000 of the general fund--state appropriation for fiscal
19 year 2014 and \$6,500,000 of the general fund--state appropriation for
20 fiscal year 2015 are provided solely for the individual and family
21 services program. In order to maximize the number of clients served by
22 the program, the department must utilize past experience about award
23 utilization to guide the number of authorized awards, and must change
24 the maximum annual dollar amount awarded to each service priority
25 level. Changes to the award levels must be designed to limit the
26 average annual award for clients in the program during the 2013-2015
27 fiscal biennium to 60 percent of the average annual cost for clients in
28 the 2011-2013 fiscal biennium. Clients who are not receiving paid
29 services from the department, who are on the wait list for individual
30 and family services, and who are ineligible for medicaid personal care
31 may be added to the individual and family services program during the
32 2013-2015 fiscal biennium, provided the projected expenditures for the
33 ensuing biennium do not exceed \$13,000,000 of general fund--state. The
34 department must ensure that award levels are consistent for clients in
35 the individual and family services program and clients receiving a
36 state supplementary payment in lieu of individual and family services.
37 The department shall adopt rules to implement the terms of this
38 subsection. The department must electronically report to the

1 appropriate committees of the legislature within 45 days following each
2 fiscal year quarter, the number of persons served by the program, the
3 average cost of persons served by the program, the services received by
4 persons in the program, and the number of clients who had not
5 previously received paid services who have been added to the program.

6 (f) No later than December 31, 2013, the department shall report to
7 the appropriate fiscal committees of the legislature with a strategy to
8 reduce the rate disparity between urban and suburban residential
9 service providers. The report shall include a proposal for a rate
10 component that recognizes differences in costs as they relate to the
11 geographical location of the provider; however, the proposed component
12 shall use a geographical variable that is more granular than the
13 provider's county.

14 (g) \$774,000 of the general fund--state appropriation for fiscal
15 year 2014, \$1,547,000 of the general fund--state appropriation for
16 fiscal year 2015, and \$7,185,000 of the general fund--federal
17 appropriation are provided solely for a payment system that satisfies
18 medicaid requirements regarding time reporting for W-2 providers. The
19 amounts provided in this subsection are conditioned on the department
20 satisfying the requirements of the project management oversight
21 standards and policies established by the office of the chief
22 information officer and the provisions of section 944 of this act,
23 information systems projects.

24 (2) INSTITUTIONAL SERVICES

25	General Fund--State Appropriation (FY 2014)	\$84,919,000
26	General Fund--State Appropriation (FY 2015)	\$84,811,000
27	General Fund--Federal Appropriation	\$159,265,000
28	General Fund--Private/Local Appropriation	\$23,041,000
29	TOTAL APPROPRIATION	\$352,036,000

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

35 (3) PROGRAM SUPPORT

36	General Fund--State Appropriation (FY 2014)	\$1,942,000
37	General Fund--State Appropriation (FY 2015)	\$1,996,000
38	General Fund--Federal Appropriation	\$1,957,000

1	TOTAL APPROPRIATION	\$5,895,000
2	(4) SPECIAL PROJECTS	
3	General Fund--State Appropriation (FY 2014)	\$1,400,000
4	General Fund--State Appropriation (FY 2015)	\$1,400,000
5	General Fund--Federal Appropriation	\$1,200,000
6	TOTAL APPROPRIATION	\$4,000,000

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

9	General Fund--State Appropriation (FY 2014)	\$879,992,000
10	General Fund--State Appropriation (FY 2015)	\$935,154,000
11	General Fund--Federal Appropriation	\$1,947,532,000
12	General Fund--Private/Local Appropriation	\$38,195,000
13	Traumatic Brain Injury Account--State Appropriation	\$3,393,000
14	Skilled Nursing Facility Safety Net Trust Account--State	
15	Appropriation	\$88,000,000
16	TOTAL APPROPRIATION	\$3,892,266,000

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

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

1 shall be applied solely or compounded to the component rate allocations
2 established in accordance with chapter 74.46 RCW.

3 (a) Within the funds provided, the department shall continue to
4 provide an add-on per medicaid resident day per facility not to exceed
5 \$1.57. The add-on shall be used to increase wages, benefits, and/or
6 staffing levels for certified nurse aides; or to increase wages and/or
7 benefits for dietary aides, housekeepers, laundry aides, or any other
8 category of worker whose statewide average dollars-per-hour wage was
9 less than \$15 in calendar year 2008, according to cost report data.
10 The add-on may also be used to address resulting wage compression for
11 related job classes immediately affected by wage increases to low-wage
12 workers. The department shall continue reporting requirements and a
13 settlement process to ensure that the funds are spent according to this
14 subsection.

15 (b) The department shall do a comparative analysis of the facility-
16 based payment rates calculated on July 1, 2013, using the payment
17 methodology defined in chapter 74.46 RCW and as funded in the omnibus
18 appropriations act, excluding the comparative add-on, acuity add-on,
19 and safety net reimbursement, to the facility-based payment rates in
20 effect June 30, 2010. If the facility-based payment rate calculated on
21 July 1, 2013, is smaller than the facility-based payment rate on June
22 30, 2010, then the difference shall be provided to the individual
23 nursing facilities as an add-on payment per medicaid resident day.

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

33 (d) The department shall provide a medicaid rate add-on to
34 reimburse the medicaid share of the skilled nursing facility safety net
35 assessment as a medicaid allowable cost. The nursing facility safety
36 net rate add-on may not be included in the calculation of the annual
37 statewide weighted average nursing facility payment rate.

1 (e) The rate add-on provided in (c) of this subsection is subject
2 to the reconciliation and settlement process provided in RCW
3 74.46.022(6).

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

8 (2) In accordance with chapter 74.46 RCW, the department shall
9 issue no additional certificates of capital authorization for fiscal
10 year 2014 and no new certificates of capital authorization for fiscal
11 year 2015 and shall grant no rate add-ons to payment rates for capital
12 improvements not requiring a certificate of need and a certificate of
13 capital authorization for fiscal years 2014 and 2015.

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

22 (a) The current annual renewal license fee for adult family homes
23 shall be increased to \$250 per bed beginning in fiscal year 2014 and
24 \$320 per bed beginning in fiscal year 2015. A processing fee of \$2,750
25 shall be charged to each adult family home when the home is initially
26 licensed. This fee is nonrefundable.

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

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

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

37 (5) \$30,640,000 of the general fund--state appropriation for fiscal
38 year 2014, \$48,633,000 of the general fund--state appropriation for

1 fiscal year 2015, and \$79,273,000 of the general fund--federal
2 appropriation are provided solely for the implementation of the
3 agreement reached between the governor and the service employees
4 international union healthcare 775nw through an interest arbitration
5 decision under the provisions of chapters 74.39A and 41.56 RCW for the
6 2013-2015 fiscal biennium.

7 (6) \$36,000 of the general fund--state appropriation for fiscal
8 year 2014, \$17,000 of the general fund--state appropriation for fiscal
9 year 2015, and \$45,000 of the general fund--federal appropriation are
10 provided solely to implement House Bill No. 1631 (aging population
11 services). If the bill is not enacted by June 30, 2013, the amounts
12 provided in this subsection shall lapse.

13 (7) \$57,000 of the general fund--state appropriation for fiscal
14 year 2014, \$324,000 of the general fund--private/local appropriation,
15 and \$381,000 of the general fund--federal appropriation are provided
16 solely to implement Engrossed Second Substitute House Bill No. 1727
17 (assisted living facilities). If the bill is not enacted by June 30,
18 2013, the amounts provided in this subsection shall lapse.

19 (8) \$73,000 of the general fund--state appropriation for fiscal
20 year 2014, \$36,000 of the general fund--state appropriation for fiscal
21 year 2015, and \$108,000 of the general fund--federal appropriation are
22 provided solely to implement Engrossed Substitute House Bill No. 1519
23 (service coordination organizations) and Engrossed Second Substitute
24 House Bill No. 1522 (behavioral health services). If neither of the
25 bills are enacted by June 30, 2013, the amounts provided in this
26 subsection shall lapse.

27 (9) \$1,840,000 of the general fund--state appropriation for fiscal
28 year 2014 and \$1,877,000 of the general fund--state appropriation for
29 fiscal year 2015 are provided solely for operation of the volunteer
30 services program. Funding shall be prioritized towards serving
31 populations traditionally served by long-term care services to include
32 senior citizens and persons with disabilities.

33 (10) \$823,000 of the general fund--private/local appropriation and
34 \$823,000 of the general fund--federal appropriation are provided solely
35 to implement Substitute House Bill No. 1574 (residential services and
36 supports). If the bill is not enacted by June 30, 2013, the amounts
37 provided in this subsection shall lapse. In accordance with Substitute
38 House Bill No. 1574, the department is authorized to increase supported

1 living fees as necessary to support the actual costs of conducting the
2 certification, inspection, and regulatory programs. The certification
3 fees may not exceed the department's annual licensing and oversight
4 activity costs and shall include the department's cost of paying
5 providers for the amount of the certification fee attributed to
6 medicaid clients. The annual certification fee for supported living
7 shall be increased up to \$215 per client beginning in fiscal year 2014
8 and up to \$240 per client beginning in fiscal year 2015.

9 (11) \$2,446,000 of the general fund--state appropriation for fiscal
10 year 2014, \$4,894,000 of the general fund--state appropriation for
11 fiscal year 2015, and \$22,725,000 of the general fund--federal
12 appropriation are provided solely for a payment system that satisfies
13 medicaid requirements regarding time reporting for W-2 providers. The
14 amounts provided in this subsection are conditioned on the department
15 satisfying the requirements of the project management oversight
16 standards and policies established by the office of the chief
17 information officer and the provisions of section 944 of this act,
18 information systems projects.

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

22 (13) Within the amounts appropriated in this section, in a report
23 to the appropriate fiscal committees of the legislature that must be
24 submitted by December 1, 2013, the department of social and health
25 services must describe the process for establishing medicaid rates for
26 assisted living and adult family homes. The report must include
27 information about licensing and physical plant standards, contracting
28 provisions, and per capita and biennial expenditures for assisted
29 living and adult family homes.

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

32	General Fund--State Appropriation (FY 2014)	\$428,236,000
33	General Fund--State Appropriation (FY 2015)	\$433,456,000
34	General Fund--Federal Appropriation	\$1,207,398,000
35	General Fund--Private/Local Appropriation	\$30,594,000
36	TOTAL APPROPRIATION	\$2,099,684,000

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

3 (1)(a) \$212,973,000 of the general fund--state appropriation for
4 fiscal year 2014, \$211,938,000 of the general fund--state appropriation
5 for fiscal year 2015, and \$730,098,000 of the general fund--federal
6 appropriation are provided solely for all components of the WorkFirst
7 program. Within the amounts provided for the WorkFirst program, the
8 department may provide assistance using state-only funds for families
9 eligible for temporary assistance for needy families. The department
10 must create a WorkFirst budget structure that allows for transparent
11 tracking of budget units and subunits of expenditures where these units
12 and subunits are mutually exclusive from other department budget units.
13 The budget structure must include budget units for the following: Cash
14 assistance, child care, WorkFirst activities, and administration of the
15 program. Within these budget units, the department must develop
16 program index codes for specific activities and develop allotments and
17 track expenditures using these codes. The department shall report to
18 the office of financial management and the relevant fiscal and policy
19 committees of the legislature prior to adopting the new structure. The
20 secretary of the department of social and health services, working with
21 WorkFirst partner agencies and in collaboration with the WorkFirst
22 oversight task force, shall develop a plan for maximizing the following
23 outcomes and shall report back to the legislature by November 1, 2013.
24 The outcomes to be measured are: (i) Increased employment; (ii)
25 completion of education or post-secondary training; (iii) completion of
26 barrier removal activity including drug and alcohol or mental health
27 treatment; (iv) housing stability; (v) child care or education
28 stability for the children of temporary assistance for needy families
29 recipients; (vi) reduced rate of return after exit from the WorkFirst
30 program; and (vii) work participation requirements.

31 (b) \$463,665,000 of the amounts in (a) of this subsection are
32 provided solely for assistance to clients, including grants, diversion
33 cash assistance, and additional diversion emergency assistance
34 including but not limited to assistance authorized under RCW
35 74.08A.210. The department may use state funds to provide support to
36 working families that are eligible for temporary assistance for needy
37 families but otherwise not receiving cash assistance.

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

7 (d) \$376,178,000 of the amounts in (a) of this subsection are
8 provided solely for the working connections child care program under
9 RCW 43.215.135.

10 (e) The amounts in (b) through (d) of this subsection shall be
11 expended for the programs and in the amounts specified. However, the
12 department may transfer up to 10 percent of funding between (b) through
13 (d) of this subsection, but only if the funding is available or
14 necessary to transfer solely due to utilization, caseload changes, or
15 underperformance in terms of client outcomes. The department shall
16 provide notification prior to any transfer to the office of financial
17 management and to the appropriate legislative committees and the
18 legislative-executive WorkFirst oversight task force.

19 (2) \$1,657,000 of the general fund--state appropriation for fiscal
20 year 2014 and \$1,657,000 of the general fund--state appropriation for
21 fiscal year 2015 are provided solely for naturalization services.

22 (3) \$2,366,000 of the general fund--state appropriation for fiscal
23 year 2014 is provided solely for employment services for refugees and
24 immigrants, of which \$1,774,000 is provided solely for the department
25 to pass through to statewide refugee and immigrant assistance
26 organizations for limited English proficiency pathway services; and
27 \$2,366,000 of the general fund--state appropriation for fiscal year
28 2015 is provided solely for employment services for refugees and
29 immigrants, of which \$1,774,000 is provided solely for the department
30 to pass through to statewide refugee and immigrant assistance
31 organizations for limited English proficiency pathway services.

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

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

6 (6) Within the appropriations in this section, specific funding is
7 provided to implement Substitute House Bill No. 1027 (child support).

8 (7) Within the appropriations in this section, specific funding is
9 provided to implement House Bill No. 1145 (child support/veterans'
10 benefits).

11 (8) \$18,000 of the general fund--state appropriation for fiscal
12 year 2014 is provided solely for implementation of Second Substitute
13 House Bill No. 1671 (child care reform). If Second Substitute House
14 Bill No. 1671 (child care reform) is not enacted by June 30, 2013, the
15 amount provided in this subsection shall lapse.

16 (9) \$4,729,000 of the general fund--state appropriation for fiscal
17 year 2014 and \$4,729,000 of the general fund--state appropriation for
18 fiscal year 2015 are provided solely for implementation of Substitute
19 House Bill No. 1971 (communication services). Of these funds,
20 \$1,500,000 of the general fund--state appropriation for fiscal year
21 2014 and \$1,500,000 of the general fund--state appropriation for fiscal
22 year 2015 are provided solely for operational support of the Washington
23 information network 211 organization. If Substitute House Bill No.
24 1971 (communication services) is not enacted by June 30, 2013, the
25 amounts provided in this subsection shall lapse.

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

32 (11) The department shall continue the interagency agreement with
33 the department of veterans' affairs to establish a process for referral
34 of veterans who may be eligible for veterans' services. This agreement
35 must include out-stationing department of veterans' affairs staff in
36 selected community service office locations in King and Pierce counties
37 to facilitate applications for veterans' services.

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

3	General Fund--State Appropriation (FY 2014)	\$72,815,000
4	General Fund--State Appropriation (FY 2015)	\$63,392,000
5	General Fund--Federal Appropriation	\$241,590,000
6	General Fund--Private/Local Appropriation	\$13,541,000
7	Criminal Justice Treatment Account--State	
8	Appropriation	\$14,568,000
9	Problem Gambling Account--State Appropriation	\$1,450,000
10	TOTAL APPROPRIATION	\$407,356,000

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

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

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

28 (3) In accordance with RCW 70.96A.090 and 43.135.055, the
29 department is authorized to adopt fees for the review and approval of
30 treatment programs in fiscal years 2014 and 2015 as necessary to
31 support the costs of the regulatory program. The department's fee
32 schedule shall have differential rates for providers with proof of
33 accreditation from organizations that the department has determined to
34 have substantially equivalent standards to those of the department,
35 including but not limited to the joint commission on accreditation of
36 health care organizations, the commission on accreditation of
37 rehabilitation facilities, and the council on accreditation. To
38 reflect the reduced costs associated with regulation of accredited

1 programs, the department's fees for organizations with such proof of
2 accreditation must reflect the lower cost of licensing for these
3 programs than for other organizations which are not accredited.

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

8 (5) \$2,600,000 of the general fund--state appropriation for fiscal
9 year 2014 is provided solely for the department to transition 128 beds
10 from settings that are considered institutions for mental diseases to
11 facilities with no more than 16 beds that are able to claim federal
12 match for services provided to medicaid clients or individuals covered
13 under the department's section 1115 medicaid waiver. The department
14 may conduct a request for proposal process to fulfill this requirement
15 and adopt rates that are comparable to the pilot projects implemented
16 in the 2011-13 fiscal biennium. The department may use these funds to
17 assist with the costs of providers in setting up or converting to 16-
18 bed facilities. This funding may also be used for providers that are
19 developing new capacity for clients who will become eligible for
20 services under the affordable care act medicaid expansion. The number
21 of beds available for pregnant and parenting women must not be reduced.

22 (6) \$283,000 of the criminal justice treatment account
23 appropriation is provided solely for transitional funding for the
24 family drug court in Pierce county.

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

27	General Fund--State Appropriation (FY 2014)	\$16,276,000
28	General Fund--State Appropriation (FY 2015)	\$16,306,000
29	General Fund--Federal Appropriation	\$99,413,000
30	TOTAL APPROPRIATION	\$131,995,000

31 The appropriations in this section are subject to the following
32 conditions and limitations: \$5,006,000 of the general fund--state
33 appropriation for fiscal year 2014 and \$5,094,000 of the general fund--
34 state appropriation for fiscal year 2015 are provided solely for
35 services and support to individuals who are deaf, hard of hearing, or
36 deaf-blind.

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

3	General Fund--State Appropriation (FY 2014)	\$39,769,000
4	General Fund--State Appropriation (FY 2015)	\$39,715,000
5	TOTAL APPROPRIATION	\$79,484,000

6 NEW SECTION. **Sec. 211. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**
7 **SERVICES--ADMINISTRATION AND SUPPORTING SERVICES PROGRAM**

8	General Fund--State Appropriation (FY 2014)	\$30,021,000
9	General Fund--State Appropriation (FY 2015)	\$29,260,000
10	General Fund--Federal Appropriation	\$37,182,000
11	General Fund--Private/Local Appropriation	\$654,000
12	TOTAL APPROPRIATION	\$97,117,000

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

15 (1) \$196,000 of the general fund--state appropriation for fiscal
16 year 2014, \$142,000 of the general fund--state appropriation for fiscal
17 year 2015, and \$74,000 of the general fund--federal appropriation are
18 provided solely to implement Engrossed Substitute House Bill No. 1753
19 (interpreter services). If the bill is not enacted by June 30, 2013,
20 the amounts provided in this subsection shall lapse.

21 (2) \$395,000 of the general fund--state appropriation for fiscal
22 year 2014, \$228,000 of the general fund--state appropriation for fiscal
23 year 2015, and \$335,000 of the general fund--federal appropriation are
24 provided solely to implement Engrossed Substitute House Bill No. 1519
25 (service coordination organizations) and Engrossed Second Substitute
26 House Bill No. 1522 (behavioral health services). If neither of the
27 bills is enacted by June 30, 2013, the amounts provided in this
28 subsection shall lapse.

29 (3) \$82,000 of the general fund--state appropriation for fiscal
30 year 2014, \$44,000 of the general fund--state appropriation for fiscal
31 year 2015, and \$28,000 of the general fund--federal appropriation are
32 provided solely to implement House Bill No. 1795 (diabetes epidemic).
33 If the bill is not enacted by June 30, 2013, the amount provided in
34 this subsection shall lapse.

35 (4) \$300,000 of the general fund--state appropriation for fiscal
36 year 2014 and \$300,000 of the general fund--state appropriation for
37 fiscal year 2015 are provided solely for the Washington state mentors

1 program to continue its public-private partnerships to provide
2 technical assistance and training to mentoring programs that serve
3 at-risk youth.

4 (5) \$82,000 of the general fund--state appropriation for fiscal
5 year 2014, \$44,000 of the general fund--state appropriation for fiscal
6 year 2015, and \$28,000 of the general fund--federal appropriation are
7 provided solely to develop a report on state efforts to prevent and
8 control diabetes. The department, the health care authority, and the
9 department of health shall submit a coordinated report to the governor
10 and the appropriate committees of the legislature by December 31, 2014,
11 on the following:

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

29 (b) An assessment of the benefits of implemented and existing
30 programs and activities aimed at controlling all types of diabetes and
31 preventing the disease. This assessment must also document the amount
32 and source for any funding directed to each agency for the programs and
33 activities aimed at reaching those with diabetes of all types;

34 (c) A description of the level of coordination existing between the
35 agencies on activities, programmatic activities, and messaging on
36 managing, treating, or preventing all types of diabetes and its
37 complications;

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

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

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

16	General Fund--State Appropriation (FY 2014)	\$60,734,000
17	General Fund--State Appropriation (FY 2015)	\$59,740,000
18	General Fund--Federal Appropriation	\$55,044,000
19	TOTAL APPROPRIATION	\$175,518,000

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

21	General Fund--State Appropriation (FY 2014)	\$2,162,522,000
22	General Fund--State Appropriation (FY 2015)	\$2,199,083,000
23	General Fund--Federal Appropriation	\$7,192,712,000
24	General Fund--Private/Local Appropriation	\$57,811,000
25	Emergency Medical Services and Trauma Care Systems	
26	Trust Account--State Appropriation	\$15,082,000
27	Hospital Safety Net Assessment Fund--State	
28	Appropriation	\$668,967,000
29	Health Benefit Exchange Account--State Appropriation . . .	\$111,237,000
30	State Health Care Authority Administration Account--	
31	State Appropriation	\$34,748,000
32	Medical Aid Account--State Appropriation	\$528,000
33	Medicaid Fraud Penalty Account--State Appropriation	\$18,400,000
34	TOTAL APPROPRIATION	\$12,461,090,000

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

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

4 (2) The requirements of this subsection apply to the basic health
5 plan. This subsection is null and void and has no further effect upon
6 implementation of the medicaid expansion under subsection (1) of this
7 section.

8 (a) Within amounts appropriated in this section and sections 205
9 and 206 of this act, the health care authority shall continue to
10 provide an enhanced basic health plan subsidy for foster parents
11 licensed under chapter 74.15 RCW and workers in state-funded home care
12 programs. Under this enhanced subsidy option, foster parents eligible
13 to participate in the basic health plan as subsidized enrollees and
14 home care workers with family incomes below 200 percent of the federal
15 poverty level shall be allowed to enroll in the basic health plan at
16 the minimum premium amount charged to enrollees with incomes below
17 sixty-five percent of the federal poverty level.

18 (b) The health care authority shall require organizations and
19 individuals that are paid to deliver basic health plan services and
20 that choose to sponsor enrollment in the subsidized basic health plan
21 to pay 133 percent of the premium amount which would otherwise be due
22 from the sponsored enrollees.

23 (c) The administrator shall take at least the following actions to
24 assure that persons participating in the basic health plan are eligible
25 for the level of assistance they receive: (a) Require submission of
26 (i) income tax returns, and recent pay history, from all applicants, or
27 (ii) other verifiable evidence of earned and unearned income from those
28 persons not required to file income tax returns; (b) check employment
29 security payroll records at least once every twelve months on all
30 enrollees; (c) require enrollees whose income as indicated by payroll
31 records exceeds that upon which their subsidy is based to document
32 their current income as a condition of continued eligibility; (d)
33 require enrollees for whom employment security payroll records cannot
34 be obtained to document their current income at least once every six
35 months; (e) not reduce gross family income for self-employed persons by
36 noncash-flow expenses such as, but not limited to, depreciation,
37 amortization, and home office deductions, as defined by the United

1 States internal revenue service; and (f) pursue repayment and civil
2 penalties from persons who have received excessive subsidies, as
3 provided in RCW 70.47.060(9).

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

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

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

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

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

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

1 (8) \$4,261,000 of the general fund--state appropriation for fiscal
2 year 2014, \$4,261,000 of the general fund--state appropriation for
3 fiscal year 2015, and \$8,522,000 of the general fund--federal
4 appropriation are provided solely for low-income disproportionate share
5 hospital payments.

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

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

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

1 fund--state appropriation for fiscal year 2014, of which \$6,570,000 is
2 appropriated in section 204(1) of this act, and \$1,141,000 of the
3 general fund--state appropriation for fiscal year 2015, of which
4 \$6,570,000 is appropriated in section 204(1) of this act, are provided
5 solely for state grants for the participating hospitals.

6 (11) The health care authority shall seek public-private
7 partnerships and federal funds that are or may become available to
8 provide on-going support for outreach and education efforts under the
9 federal children's health insurance program reauthorization act of
10 2009.

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

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

28 (14) \$170,000 of the general fund--state appropriation for fiscal
29 year 2014, \$121,000 of the general fund--state appropriation for fiscal
30 year 2015, and \$292,000 of the general fund--federal appropriation are
31 provided solely to implement Engrossed Substitute House Bill No. 1519
32 (service coordination organizations) and Engrossed Second Substitute
33 House Bill No. 1522 (behavioral health services). If neither of the
34 bills is enacted by June 30, 2013, the amounts provided in this
35 subsection shall lapse.

36 (15) \$57,000 of the general fund--state appropriation for fiscal
37 year 2014, \$40,000 of the general fund--state appropriation for fiscal
38 year 2015, and \$55,000 of the general fund--federal appropriation are

1 provided solely to develop a report on state efforts to prevent and
2 control diabetes. The authority, the department of social and health
3 services, and the department of health shall submit a coordinated
4 report to the governor and the appropriate committees of the
5 legislature by December 31, 2014, on the following:

6 (a) The financial impacts and reach that diabetes of all types and
7 undiagnosed gestational diabetes are having on the programs
8 administered by each agency and individuals, including children with
9 mothers with undiagnosed gestational diabetes, enrolled in those
10 programs. Items in this assessment must include: (i) The number of
11 lives with diabetes and undiagnosed gestational diabetes impacted or
12 covered by the programs administered by each agency; (ii) the number of
13 lives with diabetes, or at risk for diabetes, and family members
14 impacted by prevention and diabetes control programs implemented by
15 each agency; (iii) the financial toll or impact diabetes and its
16 complications, and undiagnosed gestational diabetes and the
17 complications experienced during labor to children of mothers with
18 gestational diabetes places on these programs in comparison to other
19 chronic diseases and conditions; and (iv) the financial toll or impact
20 diabetes and its complications, and diagnosed gestational diabetes and
21 the complications experienced during labor to children of mothers with
22 gestational diabetes places on these programs;

23 (b) An assessment of the benefits of implemented and existing
24 programs and activities aimed at controlling all types of diabetes and
25 preventing the disease. This assessment must also document the amount
26 and source for any funding directed to each agency for the programs and
27 activities aimed at reaching those with diabetes of all types;

28 (c) A description of the level of coordination existing between the
29 agencies on activities, programmatic activities, and messaging on
30 managing, treating, or preventing all types of diabetes and its
31 complications;

32 (d) The development or revision of detailed policy-related action
33 plans and budget recommendations for battling diabetes and undiagnosed
34 gestational diabetes that includes a range of actionable items for
35 consideration by the legislature. The plans and budget recommendations
36 must identify proposed action steps to reduce the impact of diabetes,
37 prediabetes, related diabetes complications, and undiagnosed
38 gestational diabetes. The plans and budget recommendations must also

1 identify expected outcomes of the action steps proposed in the
2 following biennium while also establishing benchmarks for controlling
3 and preventing all types of diabetes; and

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

7 (16) \$25,000 of the general fund--state appropriation for fiscal
8 year 2014 and \$25,000 of the general fund--federal appropriation are
9 provided solely for the development of recommendations for funding
10 integrated school nursing and outreach services. The authority shall
11 collaborate with the office of the superintendent of public instruction
12 to develop recommendations for increasing federal financial
13 participation for providing nursing services in schools with the goals
14 of integrating nursing and outreach services and supporting one nurse
15 for every four hundred fifty students in elementary schools and one
16 nurse for every seven hundred fifty students in secondary schools. In
17 developing these recommendations, the authority shall inquire with the
18 federal centers for medicare and medicaid services about state plan
19 amendment or waiver options for receiving additional federal matching
20 funds for school nursing services provided to children enrolled in
21 apple health for kids. The recommendations shall include proposals for
22 funding training and reimbursement for nurses that provide outreach
23 services to help eligible students enroll in apple health for kids and
24 other social services programs. The authority and the office of the
25 superintendent of public instruction shall provide these
26 recommendations to the governor and the legislature by December 1,
27 2013.

28 (17) \$430,000 of the general fund--state appropriation for fiscal
29 year 2014 and \$500,000 of the general fund--federal appropriation are
30 provided solely to complete grant requirements for the health
31 information exchange.

32 (18) \$143,000 of the general fund--state appropriation for fiscal
33 year 2014 and \$423,000 of the general fund--federal appropriation are
34 provided solely for the rebasing of outpatient and inpatient payment
35 methods.

36 (19) \$822,000 of the general fund--state appropriation for fiscal
37 year 2014, \$341,000 of the general fund--state appropriation for fiscal
38 year 2015, and \$9,710,000 of the general fund--federal appropriation

1 are provided solely to implement the conversion to the tenth version of
2 the world health organization's international classification of
3 diseases.

4 (20) \$111,000 of the general fund--state appropriation for fiscal
5 year 2014, \$35,000 of the general fund--state appropriation for fiscal
6 year 2015, and \$359,000 of the general fund--federal appropriation are
7 provided solely to update the medicaid information technology
8 architecture state self-assessment and to develop the five year road
9 map for the medicaid information technology architecture architect.

10 (21) \$62,000 of the general fund--state appropriation for fiscal
11 year 2014, \$62,000 of the general fund--state appropriation for fiscal
12 year 2015, and \$126,000 of the general fund--federal appropriation are
13 provided solely to support the Robert Bree collaborative's efforts to
14 disseminate evidence-based best practices for preventing and treating
15 health problems.

16 (22) Within the amounts appropriated in this section, the authority
17 shall increase reimbursement rates for primary care services provided
18 by independent nurse practitioners to medicare levels for the period
19 from July 1, 2013, to December 31, 2014.

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

1 payments provided under this program, net of any costs related to the
2 program that are disallowed due to audits or litigation against the
3 state.

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

6 (25) Sufficient amounts are appropriated in this section to provide
7 the same benefits for clients enrolled in an eligibility category under
8 the current medicaid program as the benefits provided under the
9 alternative benefit plan provided to clients enrolling in the medicaid
10 expansion under subsection (1) of this section. This includes removing
11 the mental health visit limit and coverage of the shingles vaccine,
12 habilitative services, and screening, brief intervention, and referral
13 to treatment services.

14 (26) To the extent allowed under federal law, the authority shall
15 require an adult client to enroll in full medicaid coverage instead of
16 family planning-only coverage unless the client is at risk of domestic
17 violence.

18 (27) \$600,000 of the general fund--state appropriation for fiscal
19 year 2014, \$600,000 of the general fund--state appropriation for fiscal
20 year 2015, and \$1,200,000 of the general fund--federal appropriation
21 are provided solely to develop and implement a comprehensive
22 communication plan for the medicaid expansion under subsection (1) of
23 this section.

24 (28) The authority shall facilitate enrollment under the medicaid
25 expansion for clients applying for or receiving state funded services
26 from the authority and its contractors. Prior to open enrollment, the
27 authority shall coordinate with the department of social and health
28 services to provide referrals to the Washington health benefit exchange
29 for clients that will be ineligible for the medicaid expansion but are
30 enrolled in coverage that will be eliminated in the transition to the
31 medicaid expansion.

32 (29) \$90,000 of the general fund--state appropriation for fiscal
33 year 2014, \$90,000 of the general fund--state appropriation for fiscal
34 year 2015, and \$180,000 of the general fund--federal appropriation are
35 provided solely to continue operation by a nonprofit organization of a
36 toll-free hotline that assists families to learn about and enroll in
37 the apple health for kids program.

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

4 (31) \$150,000 of the general fund--state appropriation for fiscal
5 year 2014, \$436,000 of the general fund--state appropriation for fiscal
6 year 2015, and \$170,561,000 of the general fund--federal appropriation
7 are provided solely for the provider incentive program and other
8 initiatives related to the health information technology medicaid plan.

9 (32) The authority shall purchase a brand name drug when it
10 determines that the cost of the brand name drug after rebates is less
11 than the cost of generic alternatives and that purchase of the brand
12 rather than generic version can save at least \$250,000. The authority
13 may purchase generic alternatives when changes in market prices make
14 the price of the brand name drug after rebates more expensive than the
15 generic alternatives.

16 (33) The authority shall not subject antiretroviral drugs used to
17 treat HIV/AIDS, anticancer medications used to kill or slow the growth
18 of cancerous cells, antihemophilic drugs, or transplant drugs to the
19 preferred drug list, a drug formulary, or to any new access
20 limitations.

21 (34) \$1,531,000 of the general fund--state appropriation for fiscal
22 year 2014, \$280,000 of the general fund--state appropriation for fiscal
23 year 2015, and \$10,803,000 of the general fund--federal appropriation
24 are provided solely to implement phase two of the project to create a
25 single provider payment system that consolidates medicaid medical and
26 social services payments and replaces the social service payment
27 system. The amounts provided in this subsection are conditioned on the
28 authority satisfying the requirements of the project management
29 oversight standards and policies established by the office of the chief
30 information officer and the provisions of section 944 of this act,
31 information system projects.

32 (35) Within the amounts appropriated in this section, the health
33 care authority and the department of social and health services shall
34 implement the state option to provide health homes for enrollees with
35 chronic conditions under section 2703 of the federal affordable care
36 act. The total state match for enrollees who are dually-eligible for
37 both medicare and medicaid and not enrolled in managed care shall be no

1 more than the net savings to the state from the enhanced match rate for
2 its medicaid-only managed care enrollees under section 2703.

3 (36) The health care authority shall not initiate any services that
4 require expenditure of state general fund moneys unless expressly
5 authorized in this act or other law. The health care authority may
6 seek, receive, and spend, under RCW 43.79.260 through 43.79.282,
7 federal moneys not anticipated in this act as long as the federal
8 funding does not require expenditure of state moneys for the program in
9 excess of amounts anticipated in this act. If the health care
10 authority receives unanticipated unrestricted federal moneys, those
11 moneys shall be spent for services authorized in this act or in any
12 other legislation providing appropriation authority, and an equal
13 amount of appropriated state general fund moneys shall lapse. Upon the
14 lapsing of any moneys under this subsection, the office of financial
15 management shall notify the legislative fiscal committees. As used in
16 this subsection, "unrestricted federal moneys" includes block grants
17 and 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 (37) \$250,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$250,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely to establish a hospital residency
23 program in Clark county. This one-time funding will support hiring one
24 doctor for the design and implementation of the residency program.

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

28 (39) Within amounts appropriated, the health care authority shall
29 conduct a review of its management and staffing structure to identify
30 efficiencies and opportunities to reduce full time equivalent employees
31 and other administrative costs. A report summarizing the review and
32 the authority's recommendations to reduce costs and full time
33 equivalent employees must be submitted to the governor and legislature
34 by November 1, 2013.

35 (40) \$19,819,000 of the health benefit exchange account--state
36 appropriation and \$2,181,000 of the general fund--federal appropriation
37 are provided solely to support the operations of the Washington health
38 benefit exchange from January 1, 2015, to June 30, 2015.

1 (41) The authority shall integrate the prescription monitoring
2 program into the coordinated care electronic tracking program developed
3 in section 213, chapter 7, Laws of 2012, 2nd sp. sess., commonly
4 referred to as the seven best practices in emergency medicine. The
5 integration must provide prescription monitoring program data to
6 emergency department personnel when the patient registers in the
7 emergency department. Such exchange may be a private or public joint
8 venture.

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

10	General Fund--State Appropriation (FY 2014)	\$2,073,000
11	General Fund--State Appropriation (FY 2015)	\$1,990,000
12	General Fund--Federal Appropriation	\$2,179,000
13	TOTAL APPROPRIATION	\$6,242,000

14 The appropriations in this section are subject to the following
15 conditions and limitations: \$208,000 of general fund--federal
16 appropriation is provided for additional financial resources from the
17 U.S. department of housing and urban development for the investigation
18 of discrimination cases involving service animals.

19 NEW SECTION. **Sec. 215. FOR THE BOARD OF INDUSTRIAL INSURANCE**
20 **APPEALS**

21	Worker and Community Right-to-Know Account--State	
22	Appropriation	\$10,000
23	Accident Account--State Appropriation	\$19,616,000
24	Medical Aid Account--State Appropriation	\$19,617,000
25	TOTAL APPROPRIATION	\$39,243,000

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

28	General Fund--State Appropriation (FY 2014)	\$14,942,000
29	General Fund--State Appropriation (FY 2015)	\$14,846,000
30	General Fund--Private/Local Appropriation	\$3,059,000
31	Death Investigations Account--State Appropriation	\$148,000
32	Municipal Criminal Justice Assistance Account--	
33	State Appropriation	\$460,000
34	Washington Auto Theft Prevention Authority Account--	
35	State Appropriation	\$8,597,000

1 TOTAL APPROPRIATION \$42,052,000

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

4 (1) \$5,000,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$5,000,000 of the general fund--state appropriation for
6 fiscal year 2015, are provided to the Washington association of
7 sheriffs and police chiefs solely to verify the address and residency
8 of registered sex offenders and kidnapping offenders under RCW
9 9A.44.130.

10 (2) \$340,000 of the general fund--local appropriation is provided
11 solely to purchase ammunition for the basic law enforcement academy.
12 Jurisdictions shall reimburse to the criminal justice training
13 commission the costs of ammunition, based on the average cost of
14 ammunition per cadet, for cadets that they enroll in the basic law
15 enforcement academy.

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

18 (4) \$100,000 of the general fund--state appropriation for fiscal
19 year 2014 and \$100,000 of the general fund--state appropriation for
20 fiscal year 2015 are provided solely for a school safety program. The
21 commission, in collaboration with the school safety center advisory
22 committee, shall provide the school safety training for all school
23 administrators and school safety personnel hired after the effective
24 date of this section.

25 (5) \$96,000 of the general fund--state appropriation for fiscal
26 year 2014 and \$96,000 of the general fund--state appropriation for
27 fiscal year 2015 are provided solely for the school safety center
28 within the commission. The safety center shall act as an information
29 dissemination and resource center when an incident occurs in a school
30 district in Washington or in another state, coordinate activities
31 relating to school safety, and review and approve manuals and curricula
32 used for school safety models and training. Through an interagency
33 agreement, the commission shall provide funding for the office of the
34 superintendent of public instruction to continue to develop and
35 maintain a school safety information web site. The school safety
36 center advisory committee shall develop and revise the training
37 program, using the best practices in school safety, for all school

1 safety personnel. The commission shall provide research-related
2 programs in school safety and security issues beneficial to both law
3 enforcement and schools.

4 (6) \$750,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$750,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for grants to counties enforcing
7 illegal drug laws and which have been underserved by federally funded
8 state narcotics task forces. The Washington association of sheriffs
9 and police chiefs, the Washington association of prosecuting attorneys,
10 and the Washington association of county officials shall jointly
11 develop funding allocations for the offices of the county sheriff,
12 county prosecutor, and county clerk in qualifying counties. The
13 commission shall not impose an administrative cost on this program.

14 (7) \$123,000 of the general fund--state appropriation for fiscal
15 year 2014 and \$123,000 of the general fund--state appropriation for
16 fiscal year 2015 are provided solely for the costs of providing
17 statewide advanced driving training with the use of a driving
18 simulator.

19 NEW SECTION. **Sec. 217.** **FOR THE DEPARTMENT OF LABOR AND**
20 **INDUSTRIES**

21	General Fund--State Appropriation (FY 2014)	\$17,115,000
22	General Fund--State Appropriation (FY 2015)	\$17,838,000
23	General Fund--Federal Appropriation	\$11,876,000
24	Asbestos Account--State Appropriation	\$367,000
25	Electrical License Account--State Appropriation	\$36,812,000
26	Farm Labor Contractor Account--State Appropriation	\$28,000
27	Worker and Community Right-to-Know Account--	
28	State Appropriation	\$903,000
29	Public Works Administration Account--State	
30	Appropriation	\$7,719,000
31	Manufactured Home Installation Training Account--	
32	State Appropriation	\$351,000
33	Accident Account--State Appropriation	\$258,378,000
34	Accident Account--Federal Appropriation	\$13,626,000
35	Medical Aid Account--State Appropriation	\$277,018,000
36	Medical Aid Account--Federal Appropriation	\$3,186,000
37	Plumbing Certificate Account--State Appropriation	\$1,723,000

1	Pressure Systems Safety Account--State	
2	Appropriation	\$4,173,000
3	TOTAL APPROPRIATION	\$651,113,000

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

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

10 (2) \$1,336,000 of the medical aid account--state appropriation is
11 provided solely for implementation of Engrossed House Bill No. 1470
12 (workers' compensation/vocational rehabilitation). If the bill is not
13 enacted by June 30, 2013, the amount provided in this subsection shall
14 lapse.

15 (3) \$304,000 of the accident account--state appropriation and
16 \$302,000 of the medical aid account--state appropriation are provided
17 solely for implementation of Engrossed Substitute House Bill No. 1467
18 (unpaid wages collection). If the bill is not enacted by June 30,
19 2013, the amounts provided in this subsection shall lapse.

20 (4) \$1,468,000 of the public works administration account--state
21 appropriation is provided solely for implementation of Engrossed House
22 Bill No. 1473 (construction service payments). If the bill is not
23 enacted by June 30, 2013, the amount provided in this subsection shall
24 lapse.

25 (5) \$64,000 of the accident account--state appropriation and
26 \$63,000 of the medical aid account--state appropriation are provided
27 solely for implementation of Substitute House Bill No. 1884
28 (occupational diseases). If the bill is not enacted by June 30, 2013,
29 the amounts provided in this subsection shall lapse.

30 (6) \$357,000 of the medical aid account--state appropriation is
31 provided solely for implementation of Engrossed Substitute House Bill
32 No. 1753 (interpreter services). If the bill is not enacted by June
33 30, 2013, the amount provided in this subsection shall lapse.

34 (7) \$279,000 of the public works administration account--state
35 appropriation, \$4,000 of the medical aid account--state appropriation,
36 and \$4,000 of the accident account--state appropriation are provided
37 solely for implementation of Substitute House Bill No. 1420

1 (transportation improvement projects). If the bill is not enacted by
2 June 30, 2013, the amounts provided in this subsection shall lapse.

3 (8) \$198,000 of the accident account--state appropriation and
4 \$34,000 of the medical aid account--state appropriation are provided
5 solely for implementation of Engrossed House Bill No. 1891 (employee
6 protections). If the bill is not enacted by June 30, 2013, the amounts
7 provided in this subsection shall lapse.

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

9 (1) HEADQUARTERS

10	General Fund--State Appropriation (FY 2014)	\$1,986,000
11	General Fund--State Appropriation (FY 2015)	\$1,892,000
12	Charitable, Educational, Penal, and Reformatory	
13	Institutions Account--State Appropriation	\$10,000
14	TOTAL APPROPRIATION	\$3,888,000

15 (2) FIELD SERVICES

16	General Fund--State Appropriation (FY 2014)	\$5,333,000
17	General Fund--State Appropriation (FY 2015)	\$5,307,000
18	General Fund--Federal Appropriation	\$3,463,000
19	General Fund--Private/Local Appropriation	\$4,418,000
20	Veteran Estate Management Account--Private/Local	
21	Appropriation	\$1,103,000
22	TOTAL APPROPRIATION	\$19,624,000

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

30 (3) INSTITUTIONAL SERVICES

31	General Fund--State Appropriation (FY 2014)	\$101,000
32	General Fund--State Appropriation (FY 2015)	\$16,000
33	General Fund--Federal Appropriation	\$68,619,000
34	General Fund--Private/Local Appropriation	\$39,004,000
35	TOTAL APPROPRIATION	\$107,740,000

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

2	General Fund--State Appropriation (FY 2014)	\$74,520,000
3	General Fund--State Appropriation (FY 2015)	\$73,962,000
4	General Fund--Federal Appropriation	\$535,540,000
5	General Fund--Private/Local Appropriation	\$139,126,000
6	Hospital Data Collection Account--State Appropriation	\$220,000
7	Health Professions Account--State Appropriation	\$103,731,000
8	Aquatic Lands Enhancement Account--State Appropriation	\$604,000
9	Emergency Medical Services and Trauma Care Systems	
10	Trust Account--State Appropriation	\$12,318,000
11	Safe Drinking Water Account--State Appropriation	\$5,239,000
12	Drinking Water Assistance Account--Federal	
13	Appropriation	\$14,724,000
14	Waterworks Operator Certification--State	
15	Appropriation	\$1,553,000
16	Drinking Water Assistance Administrative Account--	
17	State Appropriation	\$337,000
18	Site Closure Account--State Appropriation	\$159,000
19	Biotoxin Account--State Appropriation	\$1,323,000
20	State Toxics Control Account--State Appropriation	\$3,760,000
21	Medical Test Site Licensure Account--State	
22	Appropriation	\$4,724,000
23	Youth Tobacco Prevention Account--State Appropriation	\$1,512,000
24	Public Health Supplemental Account--Private/Local	
25	Appropriation	\$3,236,000
26	Accident Account--State Appropriation	\$304,000
27	Medical Aid Account--State Appropriation	\$50,000
28	Medicaid Fraud Penalty Account--State	
29	Appropriation	\$973,000
30	TOTAL APPROPRIATION	\$977,915,000

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

33 (1) The department of health shall not initiate any services that
34 will require expenditure of state general fund moneys unless expressly
35 authorized in this act or other law. The department of health and the
36 state board of health shall not implement any new or amended rules
37 pertaining to primary and secondary school facilities until the rules
38 and a final cost estimate have been presented to the legislature, and

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

16 (2) In accordance with RCW 43.70.250 and 43.135.055, the department
17 is authorized to establish and raise fees in fiscal year 2014 as
18 necessary to meet the actual costs of conducting business and the
19 appropriation levels in this section. This authorization applies to
20 fees required for newborn screening, and fees associated with the
21 following professions: Agency affiliated counselors; certified
22 counselors; and certified advisors.

23 (3)(a) \$50,000 of the medicaid fraud penalty account--state
24 appropriation is provided solely for the department to integrate the
25 prescription monitoring program into the coordinated care electronic
26 tracking program developed in response to section 213, chapter 7, Laws
27 of 2012, 2nd sp. sess., commonly referred to as the seven best
28 practices in emergency medicine.

29 (b) The integration must provide prescription monitoring program
30 data to emergency department personnel when the patient registers in
31 the emergency department. Such exchange may be a private or public
32 joint venture.

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

37 (i) Any available information regarding the assigned primary care

1 provider, and the primary care provider's telephone and fax numbers.
2 This information is to be used for real-time communication to an
3 emergency department provider when caring for a patient; and

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

7 (4) \$270,000 of the general fund--state appropriation for fiscal
8 year 2014 is provided solely for the Washington autism alliance to
9 assist autistic individuals and families with autistic children during
10 the transition to federal health reform.

11 (5) \$1,931,000 of the general fund--state appropriation for fiscal
12 year 2014 and \$1,931,000 of the general fund--state appropriation for
13 fiscal year 2015 are provided solely for the tobacco prevention and
14 control program in accordance with evidence-based guidelines from the
15 centers for disease control and prevention.

16 (6) \$6,000 of the general fund--state appropriation for fiscal year
17 2014 and \$5,000 of the general fund--state appropriation for fiscal
18 year 2015 are provided solely for the department to convene a work
19 group to study and recommend language for standardized clinical
20 affiliation agreements for clinical placements associated with the
21 education and training of physicians licensed under chapter 18.71 RCW,
22 osteopathic physicians and surgeons licensed under chapter 18.57 RCW,
23 and nurses licensed under chapter 18.79 RCW. The work group shall
24 develop one recommended standardized clinical affiliation agreement for
25 each profession or one recommended standardized clinical affiliation
26 agreement for all three professions.

27 (a) When choosing members of the work group, the department shall
28 consult with the health care personnel shortage task force and shall
29 attempt to ensure that the membership of the work group is
30 geographically diverse. The work group must, at a minimum, include
31 representatives of the following:

- 32 (i) Two-year institutions of higher education;
33 (ii) Four-year institutions of higher education;
34 (iii) The University of Washington medical school;
35 (iv) The college of osteopathic medicine at the Pacific Northwest
36 University of Health Sciences;
37 (v) The health care personnel shortage task force;

1 (vi) Statewide organizations representing hospitals and other
2 facilities that accept clinical placements;

3 (vii) A statewide organization representing physicians;

4 (viii) A statewide organization representing osteopathic physicians
5 and surgeons;

6 (ix) A statewide organization representing nurses;

7 (x) A labor organization representing nurses; and

8 (xi) Any other groups deemed appropriate by the department in
9 consultation with the health care personnel shortage task force.

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

13 (7) \$57,000 of the general fund--state appropriation for fiscal
14 year 2014 and \$58,000 of the general fund--state appropriation for
15 fiscal year 2015 are for the midwifery licensure and regulatory program
16 to supplement revenue from fees. Current annual fees for new or
17 renewed licenses for the midwifery program, except for online access to
18 HEAL-WA, may increase by no more than the rate of inflation as measured
19 by the consumer price index. The department shall convene the
20 midwifery advisory committee on a quarterly basis to address issues
21 related to licensed midwifery.

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

26 (9) \$35,000 of the health professions account--state appropriation
27 is provided solely for the implementation of House Bill No. 1003
28 (health professions licensees). If the bill is not enacted by June 30,
29 2013, the amount provided in this subsection shall lapse.

30 (10) \$10,000 of the health professions account--state appropriation
31 is provided solely for the implementation of Substitute House Bill No.
32 1270 (board of denturists). If the bill is not enacted by June 30,
33 2013, the amount provided in this subsection shall lapse.

34 (11) \$10,000 of the health professions account--state appropriation
35 is provided solely for the implementation of Substitute House Bill No.
36 1271 (denturism). If the bill is not enacted by June 30, 2013, the
37 amount provided in this subsection shall lapse.

1 (12) \$11,000 of the health professions account--state appropriation
2 is provided solely for the implementation of House Bill No. 1330
3 (dental hygienists, assistants). If the bill is not enacted by June
4 30, 2013, the amount provided in this subsection shall lapse.

5 (13) \$1,008,000 of the health professions account--state
6 appropriation is provided solely for the implementation of Substitute
7 House Bill No. 1343 (nurses surcharge). If the bill is not enacted by
8 June 30, 2013, the amount provided in this subsection shall lapse.

9 (14) \$34,000 of the health professions account--state appropriation
10 is provided solely for the implementation of Substitute House Bill No.
11 1376 (suicide assessment training). If the bill is not enacted by June
12 30, 2013, the amount provided in this subsection shall lapse.

13 (15) \$14,000 of the health professions account--state appropriation
14 is provided solely for the implementation of Substitute House Bill No.
15 1409 (allopathic physicians). If the bill is not enacted by June 30,
16 2013, the amount provided in this subsection shall lapse.

17 (16) \$10,000 of the health professions account--state appropriation
18 is provided solely for the implementation of Engrossed Substitute House
19 Bill No. 1515 (medical assistants). If the bill is not enacted by June
20 30, 2013, the amount provided in this subsection shall lapse.

21 (17) \$2,185,000 of the health professions account--state
22 appropriation is provided solely for the implementation of Second
23 Substitute House Bill No. 1518 (disciplinary authorities). If the bill
24 is not enacted by June 30, 2013, the amount provided in this subsection
25 shall lapse.

26 (18) \$141,000 of the general fund--private/local appropriation is
27 provided solely for the implementation of Substitute House Bill No.
28 1525 (birth certificates and information). If the bill is not enacted
29 by June 30, 2013, the amount provided in this subsection shall lapse.

30 (19) \$220,000 of the health professions account--state
31 appropriation is provided solely for the implementation of House Bill
32 No. 1534 (impaired dentist program). If the bill is not enacted by
33 June 30, 2013, the amount provided in this subsection shall lapse.

34 (20) \$51,000 of the health professions account--state appropriation
35 is provided solely for the implementation of House Bill No. 1609 (board
36 of pharmacy). If the bill is not enacted by June 30, 2013, the amount
37 provided in this subsection shall lapse.

1 (21) \$12,000 of the health professions account--state appropriation
2 is provided solely for the implementation of Substitute House Bill No.
3 1629 (home care continuing education). If the bill is not enacted by
4 June 30, 2013, the amount provided in this subsection shall lapse.

5 (22) \$18,000 of the health professions account--state appropriation
6 is provided solely for the implementation of Substitute House Bill No.
7 1737 (physician assistants). If the bill is not enacted by June 30,
8 2013, the amount provided in this subsection shall lapse.

9 (23) \$10,000 of the general fund--state appropriation for fiscal
10 year 2014 is provided solely for the implementation of Engrossed
11 Substitute House Bill No. 1773 (midwifery). If the bill is not enacted
12 by June 30, 2013, the amount provided in this subsection shall lapse.

13 (24) \$77,000 of the general fund--state appropriation for fiscal
14 year 2014 and \$38,000 of the general fund--state appropriation for
15 fiscal year 2015 are provided solely to develop a report on state
16 efforts to prevent and control diabetes. The department, the health
17 care authority, and the department of social and health services shall
18 submit a coordinated report to the governor and the appropriate
19 committees of the legislature by December 31, 2014, on the following:

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

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

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

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

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

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

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

22 (1) ADMINISTRATION AND SUPPORT SERVICES

23 General Fund--State Appropriation (FY 2014)	\$56,873,000
24 General Fund--State Appropriation (FY 2015)	\$55,226,000
25 TOTAL APPROPRIATION	\$112,099,000

26 The appropriations in this subsection are subject to the following
27 conditions and limitations: \$35,000 of the general fund--state
28 appropriation for fiscal year 2014 and \$35,000 of the general fund--
29 state appropriation for fiscal year 2015 are provided solely for the
30 support of a statewide council on mentally ill offenders that includes
31 as its members representatives of community-based mental health
32 treatment programs, current or former judicial officers, and directors
33 and commanders of city and county jails and state prison facilities.
34 The council will investigate and promote cost-effective approaches to
35 meeting the long-term needs of adults and juveniles with mental
36 disorders who have a history of offending or who are at-risk of

1 offending, including their mental health, physiological, housing,
2 employment, and job training needs.

3 (2) CORRECTIONAL OPERATIONS

4	General Fund--State Appropriation (FY 2014)	\$604,469,000
5	General Fund--State Appropriation (FY 2015)	\$603,470,000
6	General Fund--Federal Appropriation	\$3,322,000
7	Washington Auto Theft Prevention Authority Account--	
8	State Appropriation	\$7,586,000
9	State Toxics Control--State Appropriation	\$105,000
10	TOTAL APPROPRIATION	\$1,218,952,000

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

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

17 (i) The lowest rate charged to both the inmate and the person paying
18 for the telephone call; and (ii) the lowest commission rates paid to
19 the department, while providing reasonable compensation to cover the
20 costs of the department to provide the telephone services to inmates
21 and provide sufficient revenues for the activities funded from the
22 institutional welfare betterment account.

23 (b) By December 1, 2013, the department of corrections shall
24 provide a report to the office of financial management and the
25 appropriate fiscal and policy committees of the legislature that
26 evaluates the department's inmate intake processes and expenditures and
27 makes recommendations for improvements. The evaluation must include an
28 analysis of lean management processes that, if adopted, could improve
29 the efficiency and cost effectiveness of inmate intake.

30 (c) By December 1, 2013, the department of corrections shall
31 provide a report to the office of financial management and the
32 appropriate fiscal and policy committees of the legislature that
33 evaluates the department's use of partial confinement and work release
34 programs and makes recommendations for improving public safety and
35 decreasing recidivism through increasing participation in partial
36 confinement re-entry and work release programs. In making its
37 recommendations, the department shall identify:

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

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

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

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

11 (d) By December 1, 2013, the department of corrections shall
12 provide a report to the office of financial management and the
13 appropriate fiscal and policy committees of the legislature that
14 evaluates the department's community parenting alternative program, and
15 makes recommendations for increasing participation in the program with
16 the goals of increasing public safety and decreasing recidivism. The
17 evaluation shall include recommendations for increasing the placement
18 of eligible offenders into the program and increasing eligibility to
19 other populations. In making its recommendations, the department shall
20 identify the percent of the eligible population currently entering the
21 program, outcomes to-date for program participants, and potential cost
22 savings from increasing placement of offenders into the program.

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

34 (f) The department of corrections shall issue a request for
35 proposal by August 1, 2013, to contract with local jurisdictions for
36 the use of inmate bed capacity in lieu of prison beds operated by the
37 state. The department shall contract for up to 300 beds statewide to
38 the extent that it is at no net cost to the department. The contracts

1 shall be for beds in western Washington and eastern Washington. The
2 duration of the contracts shall be for up to four years. The
3 department shall not pay a rate greater than \$65 per day for all costs
4 associated with the offender while in the local correctional facility
5 to include programming and health care costs. The capacity provided at
6 local correctional facilities must be for offenders who the department
7 of corrections defines as medium security offenders. Local
8 jurisdictions must provide health care to offenders that meet standards
9 set by the department. The department will report to legislative
10 fiscal committees and the office of financial management by November 1,
11 2013, to provide a status update on implementation.

12 (g) The department shall convene a work group to develop health
13 care cost containment strategies at local jail facilities. The work
14 group shall identify cost containment strategies in place at the
15 department and at local jail facilities, identify the costs and
16 benefits of implementing strategies in jail health-care facilities, and
17 make recommendations on implementing beneficial strategies. The work
18 group shall submit a report on its findings and recommendations to the
19 fiscal committees of the legislature by October 1, 2013. The work
20 group shall include jail administrators, representatives from health
21 care facilities at the local jail level and the state prisons level,
22 and other representatives as deemed necessary.

23 (3) COMMUNITY SUPERVISION

24 General Fund--State Appropriation (FY 2014)	\$132,992,000
25 General Fund--State Appropriation (FY 2015)	\$132,198,000
26 TOTAL APPROPRIATION	\$265,190,000

27 The appropriations in this subsection are subject to the following
28 conditions and limitations: \$2,071,000 of the general fund--state
29 appropriation for fiscal year 2014 and \$2,073,000 of the general fund--
30 state appropriation for fiscal year 2015 are provided solely for the
31 department to contract for additional residential drug offender
32 sentencing alternative treatment slots. By December 1, 2013, the
33 department shall provide a report to the appropriate fiscal committees
34 of the house of representatives and the senate on the use of the
35 additional treatment slots.

36 (4) CORRECTIONAL INDUSTRIES

37 General Fund--State Appropriation (FY 2014)	\$3,488,000
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1	General Fund--State Appropriation (FY 2015)	\$3,478,000
2	TOTAL APPROPRIATION	\$6,966,000
3	(5) INTERAGENCY PAYMENTS	
4	General Fund--State Appropriation (FY 2014)	\$35,241,000
5	General Fund--State Appropriation (FY 2015)	\$31,488,000
6	TOTAL APPROPRIATION	\$66,729,000

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

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

14	General Fund--State Appropriation (FY 2014)	\$2,234,000
15	General Fund--State Appropriation (FY 2015)	\$2,185,000
16	General Fund--Federal Appropriation	\$20,954,000
17	General Fund--Private/Local Appropriation	\$60,000
18	TOTAL APPROPRIATION	\$25,433,000

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

20	General Fund--Federal Appropriation	\$269,786,000
21	General Fund--Private/Local Appropriation	\$34,161,000
22	Unemployment Compensation Administration Account--	
23	Federal Appropriation	\$319,246,000
24	Administrative Contingency Account--State	
25	Appropriation	\$22,731,000
26	Employment Service Administrative Account--State	
27	Appropriation	\$35,802,000
28	TOTAL APPROPRIATION	\$681,726,000

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

31 (1) \$12,386,000 of the unemployment compensation administration
32 account--federal appropriation is from amounts made available to the
33 state by section 903(g) of the social security act (Reed act). This
34 amount is provided solely for the replacement of the unemployment
35 insurance tax information system for the employment security

1 department. The amounts provided in this subsection are conditioned on
2 the department satisfying the requirements of the project management
3 oversight standards and policies established by the office of the chief
4 information officer and the provisions of section 944 of this act.

5 (2) \$3,735,000 of the unemployment compensation account--federal
6 appropriation is from amounts made available to the state by section
7 903(g) of the social security act (Reed act). This amount is provided
8 solely for the replacement of call center technology to improve the
9 integration of the telephone and computing systems to increase
10 efficiency and improve customer service.

11 (3) \$182,000 of the employment services administrative account--
12 state appropriation is provided for costs associated with the second
13 stage of the review and evaluation of the training benefits program as
14 directed in section 15(2), chapter 4, Laws of 2011 (unemployment
15 insurance program). This second stage shall be developed and conducted
16 by the joint legislative audit and review committee and shall consist
17 of further work on the process study and net-impact/cost-benefit
18 analysis components of the evaluation.

19 (4) \$86,000 of the administrative contingency account--state
20 appropriation is provided solely for implementation of House Bill No.
21 1872 (science, technology, engineering, and math). If the bill is not
22 enacted by June 30, 2013, the amount provided in this subsection shall
23 lapse.

24 (5) \$240,000 of the administrative contingency account--state
25 appropriation is provided solely for the employment security department
26 to contract with a center for workers in King county. The amount
27 appropriated in this subsection shall be used by the contracted center
28 for workers to support initiatives that generate high-skill, high-wage
29 jobs; improve workforce and training systems; improve service delivery
30 for dislocated workers; and build alliances with community and
31 environmental organizations.

(End of part)

PART III
NATURAL RESOURCES

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

General Fund--State Appropriation (FY 2014)	\$446,000
General Fund--State Appropriation (FY 2015)	\$448,000
General Fund--Federal Appropriation	\$31,000
General Fund--Private/Local Appropriation	\$877,000
TOTAL APPROPRIATION	\$1,802,000

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

General Fund--State Appropriation (FY 2014)	\$30,655,000
General Fund--State Appropriation (FY 2015)	\$30,205,000
General Fund--Federal Appropriation	\$104,564,000
General Fund--Private/Local Appropriation	\$16,912,000
Reclamation Account--State Appropriation	\$3,719,000
Flood Control Assistance Account--State Appropriation	\$1,972,000
State Emergency Water Projects Revolving Account--State Appropriation	\$40,000
Waste Reduction/Recycling/Litter Control--State Appropriation	\$9,709,000
State Drought Preparedness Account--State Appropriation	\$204,000
State and Local Improvements Revolving Account (Water Supply Facilities)--State Appropriation	\$425,000
Aquatic Algae Control Account--State Appropriation	\$513,000
Water Rights Tracking System Account--State Appropriation	\$46,000
Site Closure Account--State Appropriation	\$551,000
Wood Stove Education and Enforcement Account--State Appropriation	\$608,000
Worker and Community Right-to-Know Account--State Appropriation	\$1,697,000
Water Rights Processing Account--State Appropriation	\$135,000
State Toxics Control Account--State Appropriation	\$148,070,000
State Toxics Control Account--Private/Local Appropriation	\$977,000

1	Local Toxics Control Account--State Appropriation	\$27,299,000
2	Water Quality Permit Account--State Appropriation	\$40,724,000
3	Underground Storage Tank Account--State Appropriation	\$3,330,000
4	Biosolids Permit Account--State Appropriation	\$1,837,000
5	Hazardous Waste Assistance Account--State	
6	Appropriation	\$5,989,000
7	Air Pollution Control Account--State Appropriation	\$3,124,000
8	Oil Spill Prevention Account--State Appropriation	\$5,667,000
9	Air Operating Permit Account--State Appropriation	\$3,152,000
10	Freshwater Aquatic Weeds Account--State Appropriation	\$1,410,000
11	Oil Spill Response Account--State Appropriation	\$7,076,000
12	Water Pollution Control Revolving Account--State	
13	Appropriation	\$354,000
14	Water Pollution Control Revolving Account--Federal	
15	Appropriation	\$1,494,000
16	Water Pollution Control Revolving Administration--State	
17	Appropriation	\$1,021,000
18	TOTAL APPROPRIATION	\$453,479,000

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

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

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

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

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

14 (4) \$440,000 of the state toxics control account--state
15 appropriation is provided solely for administering the water pollution
16 control facilities financial assistance program authorized in chapter
17 90.50A RCW.

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

25 (6) \$216,000 of the state toxics control account--state
26 appropriation is provided solely for the department to administer and
27 implement a local matching grant program to monitor and collect
28 bacteria data and notify the public when results exceed standards at
29 public marine beaches in the department's beach environmental
30 assessment, communication, and health program. Grant recipients may
31 include local health jurisdictions, local governments, tribal
32 governments, universities, nonprofit organizations, and private
33 organizations. Grant recipients must provide matching funds equal to
34 the size of the grant.

35 (7) \$516,000 of the state toxics control account--state
36 appropriation is provided solely for the department to support an
37 ultrafine particulate study to determine how, if at all, the biomass

1 cogeneration facilities in Port Townsend and Port Angeles may impact
2 air quality and the health of citizens in the region.

3 (8) \$38,000 of the air operating permit account--state
4 appropriation and \$36,000 of the general fund--private/local
5 appropriation are provided solely for the implementation of Engrossed
6 Second Substitute House Bill No. 1374 (energy facility site evaluation
7 council). If the bill is not enacted by June 30, 2013, the amounts
8 provided in this subsection shall lapse.

9 (9) \$152,000 of the state toxics control account--state
10 appropriation is provided solely for the implementation of Engrossed
11 Substitute House Bill No. 1294 (flame retardants). If the bill is not
12 enacted by June 30, 2013, the amount provided in this subsection shall
13 lapse.

14 (10) \$65,000 of the water quality permit account--state
15 appropriation is provided solely for the implementation of Engrossed
16 Substitute House Bill No. 1245 (derelict and abandoned vessels). If
17 the bill is not enacted by June 30, 2013, the amount provided in this
18 subsection shall lapse.

19 NEW SECTION. **Sec. 303. FOR THE STATE PARKS AND RECREATION**
20 **COMMISSION**

21	General Fund--State Appropriation (FY 2014)	\$11,929,000
22	General Fund--State Appropriation (FY 2015)	\$11,929,000
23	General Fund--Federal Appropriation	\$5,959,000
24	Winter Recreation Program Account--State Appropriation . . .	\$2,064,000
25	ORV and Nonhighway Vehicle Account--State Appropriation . . .	\$215,000
26	Snowmobile Account--State Appropriation	\$4,855,000
27	Aquatic Lands Enhancement Account--State Appropriation	\$363,000
28	Parks Renewal and Stewardship Account--State	
29	Appropriation	\$92,556,000
30	Parks Renewal and Stewardship Account--Private/Local	
31	Appropriation	\$300,000
32	TOTAL APPROPRIATION	\$130,170,000

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

35 (1) \$79,000 of the general fund--state appropriation for fiscal
36 year 2014 and \$79,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for a grant for the operation of
2 the Northwest weather and avalanche center.

3 (2) Prior to closing any state park, the commission must notify all
4 affected local governments and relevant nonprofit organizations of the
5 intended closure and provide an opportunity for the notified local
6 governments and nonprofit organizations to elect to acquire, or enter
7 into, a maintenance and operating contract with the commission that
8 would allow the park to remain open.

9 (3) The commission shall prepare a report on its efforts to
10 increase revenue from all sources, including the discover pass. The
11 report shall also include a status update on the fiscal health of the
12 state parks system, and shall be submitted to the office of financial
13 management and the appropriate committees of the legislature by October
14 28, 2013.

15 NEW SECTION. **Sec. 304. FOR THE RECREATION AND CONSERVATION**
16 **FUNDING BOARD**

17	General Fund--State Appropriation (FY 2014)	\$814,000
18	General Fund--State Appropriation (FY 2015)	\$802,000
19	General Fund--Federal Appropriation	\$3,419,000
20	General Fund--Private/Local Appropriation	\$24,000
21	Aquatic Lands Enhancement Account--State Appropriation	\$478,000
22	Vessel Response Account--State Appropriation	\$2,000
23	Firearms Range Account--State Appropriation	\$37,000
24	Recreation Resources Account--State Appropriation	\$3,049,000
25	NOVA Program Account--State Appropriation	\$963,000
26	TOTAL APPROPRIATION	\$9,588,000

27 NEW SECTION. **Sec. 305. FOR THE ENVIRONMENTAL AND LAND USE**
28 **HEARINGS OFFICE**

29	General Fund--State Appropriation (FY 2014)	\$2,247,000
30	General Fund--State Appropriation (FY 2015)	\$2,169,000
31	General Fund--Private/Local Appropriation	\$120,000
32	TOTAL APPROPRIATION	\$4,536,000

33 The appropriations in this section are subject to the following
34 conditions and limitations: \$14,000 of the general fund--state
35 appropriation for fiscal year 2014, \$14,000 of the general fund--state
36 appropriation for fiscal year 2015, and \$120,000 of the general fund--

1 private/local appropriation are provided solely for the implementation
2 of Engrossed Second Substitute House Bill No. 1374 (energy facility
3 site evaluation council). If the bill is not enacted by June 30, 2013,
4 the amounts provided in this subsection shall lapse.

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

6	General Fund--State Appropriation (FY 2014)	\$6,847,000
7	General Fund--State Appropriation (FY 2015)	\$6,744,000
8	General Fund--Federal Appropriation	\$2,301,000
9	TOTAL APPROPRIATION	\$15,892,000

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

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

20 (2) \$300,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$246,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely to implement the voluntary
23 stewardship program in Thurston and Chelan counties. These amounts may
24 not be used to fund agency indirect and administrative expenses.

25 (3) \$1,000,000 of the general fund--federal appropriation is
26 provided solely to implement the voluntary stewardship program
27 statewide. The commission shall place the appropriation in this
28 subsection in unallotted status, and may not allot any of these funds
29 until the federal government has provided funding to the commission for
30 the purpose of implementing the voluntary stewardship program.

31 (4) The conservation commission must evaluate the current system
32 for the election of conservation district board supervisors and
33 recommend improvements to ensure the highest degree of public
34 involvement in these elections. The commission must engage with
35 stakeholder groups and conservation districts to gather a set of
36 options for improvement to district elections, which must include an
37 option aligning district elections with state and local general

1 elections. The commission must submit a report detailing the options
2 to the office of financial management and appropriate committees of the
3 legislature by December 10, 2013.

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

5	General Fund--State Appropriation (FY 2014)	\$30,919,000
6	General Fund--State Appropriation (FY 2015)	\$29,843,000
7	General Fund--Federal Appropriation	\$108,740,000
8	General Fund--Private/Local Appropriation	\$58,670,000
9	ORV and Nonhighway Vehicle Account--State Appropriation	\$395,000
10	Aquatic Lands Enhancement Account--State	
11	Appropriation	\$15,852,000
12	Recreational Fisheries Enhancement--State Appropriation	\$2,587,000
13	Warm Water Game Fish Account--State Appropriation	\$2,488,000
14	Eastern Washington Pheasant Enhancement Account--State	
15	Appropriation	\$849,000
16	Aquatic Invasive Species Enforcement Account--State	
17	Appropriation	\$209,000
18	Aquatic Invasive Species Prevention Account--State	
19	Appropriation	\$732,000
20	State Wildlife Account--State Appropriation	\$102,018,000
21	Special Wildlife Account--State Appropriation	\$2,397,000
22	Special Wildlife Account--Federal Appropriation	\$500,000
23	Special Wildlife Account--Private/Local Appropriation	\$3,440,000
24	Wildlife Rehabilitation Account--State Appropriation	\$259,000
25	State Toxics Control Account--State Appropriation	\$1,224,000
26	Hydraulic Project Approval Account--State Appropriation	\$674,000
27	Regional Fisheries Enhancement Salmonid Recovery	
28	Account--Federal Appropriation	\$5,001,000
29	Oil Spill Prevention Account--State Appropriation	\$905,000
30	Oyster Reserve Land Account--State Appropriation	\$772,000
31	TOTAL APPROPRIATION	\$368,474,000

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

- 34 (1) \$130,000 of the general fund--state appropriation for fiscal
35 year 2014 and \$130,000 of the general fund--state appropriation for
36 fiscal year 2015 are provided solely to pay for emergency fire

1 suppression costs. These amounts may not be used to fund agency
2 indirect and administrative expenses.

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

14 (3) \$400,000 of the general fund--state appropriation for fiscal
15 year 2014 and \$400,000 of the general fund--state appropriation for
16 fiscal year 2015 are provided solely for a state match to support the
17 Puget Sound nearshore partnership between the department and the U.S.
18 army corps of engineers.

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

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

27 (6) \$450,000 of the general fund--state appropriation for fiscal
28 year 2014 and \$450,000 of the general fund--state appropriation for
29 fiscal year 2015 are provided solely to the department for resources
30 that serve to promote and engage nonlethal deterrence methods relating
31 to wolf and livestock interaction with a priority given to funding
32 cooperative agreements with livestock producers.

33 (7) \$150,000 of the general fund--state appropriation for fiscal
34 year 2014 and \$150,000 of the general fund--state appropriation for
35 fiscal year 2015 are provided solely to the department for the transfer
36 of trout from the Clark's Creek hatchery to the Lakewood hatchery and
37 for the production of Steelhead, Coho, and Chinook at the Clark's Creek
38 hatchery.

1 (8) \$300,000 of the state wildlife account--state appropriation is
2 provided solely for the department to increase production of juvenile
3 fall Chinook on the Cowlitz river. The funds provided may be used to
4 match or leverage funds from private or public sources for the same
5 purpose.

6 (9) \$100,000 of the state wildlife account--state appropriation and
7 \$38,000 of the wolf interaction conflict account--state appropriation
8 are provided solely for implementation of Substitute House Bill No.
9 1501 (wolf conservation and management). If the bill is not enacted by
10 June 30, 2013, the amounts provided in this subsection shall lapse.

11 (10) \$524,000 of the state wildlife account--state appropriation is
12 provided solely for Engrossed Substitute House Bill No. 1999 (hunter
13 safety). If the bill is not enacted by June 30, 2013, the amount
14 provided in this subsection shall lapse.

15 (11) \$25,000 of the general fund--state appropriation for fiscal
16 year 2014 and \$25,000 of the general fund--state appropriation for
17 fiscal year 2015 are provided solely for implementation of House Bill
18 No. 1112 (science and public policy). If the bill is not enacted by
19 June 30, 2013, the amounts provided in this subsection shall lapse.

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

21	General Fund--State Appropriation (FY 2014)	\$41,735,000
22	General Fund--State Appropriation (FY 2015)	\$44,343,000
23	General Fund--Federal Appropriation	\$26,951,000
24	General Fund--Private/Local Appropriation	\$2,372,000
25	Forest Development Account--State Appropriation	\$48,836,000
26	ORV and Nonhighway Vehicle Account--State Appropriation . .	\$4,479,000
27	Surveys and Maps Account--State Appropriation	\$2,164,000
28	Aquatic Lands Enhancement Account--State Appropriation . . .	\$4,301,000
29	Resources Management Cost Account--State	
30	Appropriation	\$111,001,000
31	Surface Mining Reclamation Account--State Appropriation . .	\$3,956,000
32	Disaster Response Account--State Appropriation	\$5,000,000
33	Forest and Fish Support Account--State Appropriation . . .	\$11,761,000
34	Aquatic Land Dredged Material Disposal Site	
35	Account--State Appropriation	\$843,000
36	Natural Resources Conservation Areas Stewardship	
37	Account--State Appropriation	\$34,000

1	State Toxics Control Account--State Appropriation	\$3,028,000
2	Forest Practices Application Account--State	
3	Appropriation	\$1,697,000
4	Air Pollution Control Account--State Appropriation	\$780,000
5	NOVA Program Account--State Appropriation	\$648,000
6	Derelict Vessel Removal Account--State Appropriation	\$1,770,000
7	Agricultural College Trust Management Account--State	
8	Appropriation	\$2,703,000
9	TOTAL APPROPRIATION	\$318,402,000

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

12 (1) \$1,383,000 of the general fund--state appropriation for fiscal
13 year 2014 and \$1,320,000 of the general fund--state appropriation for
14 fiscal year 2015 are provided solely for deposit into the agricultural
15 college trust management account and are provided solely to manage
16 approximately 70,700 acres of Washington State University's
17 agricultural college trust lands.

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

31 (3) \$4,500,000 of the forest and fish support account--state
32 appropriation is provided solely for outcome-based, performance
33 contracts with tribes to participate in the implementation of the
34 forest practices program. Contracts awarded may only contain indirect
35 costs set at or below the rate in the contracting tribe's indirect cost
36 agreement with the federal government. If federal funding for this
37 purpose is reinstated, the amount provided in this subsection shall
38 lapse.

1 (4) \$518,000 of the forest and fish support account--state
2 appropriation is provided solely for outcome-based performance
3 contracts with nongovernmental organizations to participate in the
4 implementation of the forest practices program. Contracts awarded may
5 only contain indirect cost set at or below a rate of eighteen percent.

6 (5) \$717,000 of the forest and fish support account--state
7 appropriation is provided solely to fund interagency agreements with
8 the department of ecology and the department of fish and wildlife as
9 part of the adaptive management process.

10 (6) \$440,000 of the state general fund--state appropriation for
11 fiscal year 2014 and \$440,000 of the state general fund--state
12 appropriation for fiscal year 2015 are provided solely for forest work
13 crews that support correctional camps and are contingent upon
14 continuing operations of Naselle youth camp.

15 (7) \$2,382,000 of the resource management cost account--state
16 appropriation is for addressing the growing backlog of expired aquatic
17 leases and new aquatic lease applications. The department shall
18 implement a Lean process to improve the lease review process and
19 further reduce the backlog, and submit a report on its progress in
20 addressing the backlog and implementation of the Lean process to the
21 governor and the appropriate committees of the legislature by October
22 1, 2013.

23 (8) \$1,948,000 of the state toxics control account--state
24 appropriation is provided solely for the department to pay a portion of
25 the costs to complete remedial investigation work at Whitmarsh landfill
26 and Mill site A and perform final-year maintenance of the Olympic view
27 triangle site in Commencement Bay.

28 (9) \$265,000 of the resources management cost account--state
29 appropriation is provided solely for implementation of Second
30 Substitute House Bill No. 1764 (geoduck diver licenses). If the bill
31 is not enacted by June 30, 2013, the amount provided in this subsection
32 shall lapse.

33 (10) \$425,000 of the derelict vessel removal account--state
34 appropriation is provided solely for implementation of Engrossed
35 Substitute House Bill No. 1245 (derelict and abandoned vessels). If
36 the bill is not enacted by June 30, 2013, the amount provided in this
37 subsection shall lapse.

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

2	General Fund--State Appropriation (FY 2014)	\$15,262,000
3	General Fund--State Appropriation (FY 2015)	\$15,260,000
4	General Fund--Federal Appropriation	\$23,066,000
5	General Fund--Private/Local Appropriation	\$192,000
6	Aquatic Lands Enhancement Account--State Appropriation . . .	\$2,842,000
7	State Toxics Control Account--State Appropriation	\$5,174,000
8	Water Quality Permit Account--State Appropriation	\$67,000
9	TOTAL APPROPRIATION	\$61,863,000

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

12 (1) \$5,308,445 of the general fund--state appropriation for fiscal
13 year 2014 and \$5,302,905 of the general fund--state appropriation for
14 fiscal year 2015 are provided solely for implementing the food
15 assistance program as defined in RCW 43.23.290.

16 (2) Pursuant to RCW 43.135.055 and 16.57.220, the department is
17 authorized to institute livestock inspection fees in the 2013-2015
18 fiscal biennium for calves less than thirty days old.

19 (3) Pursuant to RCW 43.135.055 and 16.36.150, the department is
20 authorized to establish a fee for the sole purpose of purchasing and
21 operating a database and any other technology or software needed to
22 administer animal disease traceability activities for cattle sold or
23 slaughtered in the state or transported out of the state.

24 (4) Within the amounts appropriated in this section, the department
25 of agriculture must convene and facilitate a work group with
26 appropriate stakeholders to review fees supporting the food safety
27 program. In developing strategies to make the food safety program more
28 self-supporting, the department will consider length of time since the
29 last fee increase, similar fees that exist in neighboring states, and
30 fee increases that will ensure reasonable competitiveness in the
31 respective industries. The department must submit a report containing
32 recommendations that will make the food safety program less reliant on
33 the state general fund to the office of financial management and
34 legislative fiscal committees by December 1, 2013.

35 NEW SECTION. **Sec. 310. FOR THE WASHINGTON POLLUTION LIABILITY**
36 **INSURANCE PROGRAM**

37 Pollution Liability Insurance Program Trust

1 Account--State Appropriation \$986,000

2 NEW SECTION. **Sec. 311. FOR THE PUGET SOUND PARTNERSHIP**

3 General Fund--State Appropriation (FY 2014) \$2,421,000

4 General Fund--State Appropriation (FY 2015) \$2,325,000

5 General Fund--Federal Appropriation \$11,585,000

6 Aquatic Lands Enhancement Account--State Appropriation . . . \$1,920,000

7 State Toxics Control Account--State Appropriation \$677,000

8 TOTAL APPROPRIATION \$18,928,000

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

11 (1) \$788,000 of the aquatic lands enhancement account--state
12 appropriation is provided solely for coordinating a study of Puget
13 Sound juvenile steelhead marine survival conducted by the department of
14 fish and wildlife and based on a study plan developed in cooperation
15 with federal, tribal, and nongovernmental entities.

16 (2) By October 1, 2014, the Puget Sound partnership shall provide
17 the governor a single, prioritized list of state agency 2015-2017
18 capital and operating budget requests related to Puget Sound
19 restoration.

(End of part)

PART IV
TRANSPORTATION

NEW SECTION. **Sec. 401. FOR THE DEPARTMENT OF LICENSING**

4	General Fund--State Appropriation (FY 2014)	\$1,106,000
5	General Fund--State Appropriation (FY 2015)	\$1,345,000
6	Architects' License Account--State Appropriation	\$904,000
7	Professional Engineers' Account--State	
8	Appropriation	\$3,568,000
9	Real Estate Commission Account--State Appropriation	\$9,961,000
10	Uniform Commercial Code Account--State	
11	Appropriation	\$3,158,000
12	Real Estate Education Account--State Appropriation	\$276,000
13	Real Estate Appraiser Commission Account--State	
14	Appropriation	\$1,710,000
15	Business and Professions Account--State	
16	Appropriation	\$17,504,000
17	Funeral and Cemetery Account--State Appropriation	\$5,000
18	Landscape Architects Account--State Appropriation	\$4,000
19	Appraisal Management Company Account--State	
20	Appropriation	\$4,000
21	Real Estate Research Account--State Appropriation	\$415,000
22	Geologists' Account--State Appropriation	\$52,000
23	Derelict Vessel Removal Account--State Appropriation	\$31,000
24	TOTAL APPROPRIATION	\$40,043,000

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

27 (1) \$566,000 of the business and professions account--state
28 appropriation is provided solely for the implementation of Engrossed
29 Substitute House Bill No. 1552 (scrap metal theft reduction). If the
30 bill is not enacted by June 30, 2013, the amount provided in this
31 subsection shall lapse.

32 (2) \$166,000 of the business and professions account--state
33 appropriation in fiscal year 2014 only is provided solely for the
34 implementation of Substitute House Bill No. 1779 (esthetics). If the

1 bill is not enacted by June 30, 2013, the amount provided in this
2 subsection shall lapse.

3 (3) \$592,000 of the business and professions account--state
4 appropriation is provided solely for the implementation of Substitute
5 House Bill No. 1822 (debt collection practices). If the bill is not
6 enacted by June 30, 2013, the amount provided in this subsection shall
7 lapse.

8 NEW SECTION. **Sec. 402. FOR THE STATE PATROL**

9	General Fund--State Appropriation (FY 2014)	\$34,556,000
10	General Fund--State Appropriation (FY 2015)	\$32,392,000
11	General Fund--Federal Appropriation	\$16,183,000
12	General Fund--Private/Local Appropriation	\$3,020,000
13	Death Investigations Account--State Appropriation	\$9,948,000
14	County Criminal Justice Assistance Account--State	
15	Appropriation	\$3,320,000
16	Municipal Criminal Justice Assistance Account--State	
17	Appropriation	\$1,344,000
18	Fire Service Trust Account--State Appropriation	\$131,000
19	Disaster Response Account--State Appropriation	\$8,000,000
20	Fire Service Training Account--State Appropriation	\$10,090,000
21	Aquatic Invasive Species Enforcement Account--State	
22	Appropriation	\$54,000
23	State Toxics Control Account--State Appropriation	\$514,000
24	Fingerprint Identification Account--State	
25	Appropriation	\$13,950,000
26	Vehicle License Fraud Account--State Appropriation	\$448,000
27	TOTAL APPROPRIATION	\$133,950,000

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

30 (1) \$200,000 of the fire service training account--state
31 appropriation is provided solely for two FTEs in the office of the
32 state director of fire protection to exclusively review K-12
33 construction documents for fire and life safety in accordance with the
34 state building code. It is the intent of this appropriation to provide
35 these services only to those districts that are located in counties
36 without qualified review capabilities.

1 (2) \$8,000,000 of the disaster response account--state
2 appropriation is provided solely for Washington state fire service
3 resource mobilization costs incurred in response to an emergency or
4 disaster authorized under RCW 43.43.960 through 43.43.964. The state
5 patrol shall submit a report quarterly to the office of financial
6 management and the legislative fiscal committees detailing information
7 on current and planned expenditures from this account. This work shall
8 be done in coordination with the military department.

9 (3) \$1,000,000 of the fire service training account--state
10 appropriation is provided solely for the firefighter apprenticeship
11 training program.

12 (4) \$3,480,000 of the fingerprint identification account--state
13 appropriation is provided solely for upgrades to the Washington state
14 identification system and the Washington crime information center.
15 Amounts provided in this subsection may not be expended until the
16 office of the chief information officer approves a plan to move the
17 Washington state patrol's servers and data center equipment into the
18 state data center in the 1500 Jefferson building, and the office of the
19 chief information officer certifies that the Washington state patrol
20 has begun the move. The amounts provided in this subsection are
21 conditioned on the department satisfying the requirements of the
22 project management oversight standards and policies established by the
23 office of the chief information officer and the provisions of section
24 944 of this act, information systems projects.

25 (5) \$154,000 of the fingerprint identification account--state
26 appropriation is provided solely for implementation of Substitute House
27 Bill No. 1612 (firearms offenders). If the bill is not enacted by June
28 30, 2013, the amount provided in this subsection shall lapse.

29 (6) In accordance with RCW 43.135.055 and 43.43.742, the state
30 patrol is authorized to increase the following fees in fiscal year 2014
31 as necessary to meet the actual costs of conducting business and the
32 appropriation levels in this section: Electronic and paper-based
33 fingerprint and name and date of birth background checks.

(End of part)

PART V
EDUCATION

NEW SECTION. **Sec. 501.** **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION**

General Fund--State Appropriation (FY 2014)	\$28,337,000
General Fund--State Appropriation (FY 2015)	\$27,277,000
General Fund--Federal Appropriation	\$63,826,000
General Fund--Private/Local Appropriation	\$4,003,000
TOTAL APPROPRIATION	\$123,443,000

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

(1) A maximum of \$18,043,000 of the general fund--state appropriation for fiscal year 2014 and \$16,983,000 of the general fund--state appropriation for fiscal year 2015 is for state agency operations.

(a) \$9,102,000 of the general fund--state appropriation for fiscal year 2014 and \$8,944,000 of the general fund--state appropriation for fiscal year 2015 are provided solely for the operation and expenses of the office of the superintendent of public instruction.

(i) Within the amounts provided in this subsection (1)(a), the superintendent shall recognize the extraordinary accomplishments of four students who have demonstrated a strong understanding of the civics essential learning requirements to receive the Daniel J. Evans civic education award.

(ii) Districts shall report to the office of the superintendent of public instruction daily student unexcused absence data by school, using a uniform definition of unexcused absence as established by the superintendent.

(iii) By September of each year, the office of the superintendent of public instruction shall produce an annual status report of the budget provisos in sections 501 and 513 of this act. The status report of each proviso shall include, but not be limited to, the following information: Purpose and objective, number of staff, number of contractors, status of proviso implementation, number of beneficiaries by year, list of beneficiaries, and proviso outcomes and achievements.

1 (iv) The superintendent of public instruction shall update the
2 program prepared and distributed under RCW 28A.230.150 for the
3 observation of temperance and good citizenship day to include providing
4 an opportunity for eligible students to register to vote at school.

5 (b) \$1,017,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$1,017,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for activities associated with the
8 implementation of new school finance systems required by chapter 236,
9 Laws of 2010 (K-12 education funding) and chapter 548, Laws of 2009
10 (state's education system), including technical staff, systems
11 reprogramming, and workgroup deliberations, including the quality
12 education council and the data governance working group.

13 (c)(i) \$851,000 of the general fund--state appropriation for fiscal
14 year 2014 and \$851,000 of the general fund--state appropriation for
15 fiscal year 2015 are provided solely for the operation and expenses of
16 the state board of education, including basic education assistance
17 activities.

18 (ii) \$161,000 of the general fund--state appropriation for fiscal
19 year 2014 and \$161,000 of the general fund--state appropriation for
20 fiscal year 2015 are provided solely to the state board of education
21 for implementation of Initiative Measure No. 1240 (charter schools).

22 (d) \$1,494,000 of the general fund--state appropriation for fiscal
23 year 2014 and \$1,494,000 of the general fund--state appropriation for
24 fiscal year 2015 are provided solely to the professional educator
25 standards board for the following:

26 (i) \$1,050,000 in fiscal year 2014 and \$1,050,000 in fiscal year
27 2015 are for the operation and expenses of the Washington professional
28 educator standards board;

29 (ii) \$419,000 of the general fund--state appropriation for fiscal
30 year 2014 and \$419,000 of the general fund--state appropriation for
31 fiscal year 2015 are for mentor stipends provided through the
32 alternative routes to certification program administered by the
33 professional educator standards board, including the pipeline for
34 paraeducators program and the retooling to teach conditional loan
35 programs. Funding within this subsection (1)(d)(ii) is also provided
36 for the recruiting Washington teachers program; and

37 (iii) \$25,000 of the general fund--state appropriation for fiscal
38 year 2014 and \$25,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for the professional educator
2 standards board to develop educator interpreter standards and identify
3 interpreter assessments that are available to school districts.
4 Interpreter assessments should meet the following criteria: (A)
5 Include both written assessment and performance assessment; (B) be
6 offered by a national organization of professional sign language
7 interpreters and transliterators; and (C) be designed to assess
8 performance in more than one sign system or sign language. The board
9 shall establish a performance standard, defining what constitutes a
10 minimum assessment result, for each educational interpreter assessment
11 identified. The board shall publicize the standards and assessments
12 for school district use.

13 (e) \$133,000 of the general fund--state appropriation for fiscal
14 year 2014 and \$133,000 of the general fund--state appropriation for
15 fiscal year 2015 are provided solely for the implementation of chapter
16 240, Laws of 2010, including staffing the office of equity and civil
17 rights.

18 (f) \$50,000 of the general fund--state appropriation for fiscal
19 year 2014 and \$50,000 of the general fund--state appropriation for
20 fiscal year 2015 are provided solely for the ongoing work of the
21 education opportunity gap oversight and accountability committee.

22 (g) \$45,000 of the general fund--state appropriation for fiscal
23 year 2014 and \$45,000 of the general fund--state appropriation for
24 fiscal year 2015 are provided solely for the implementation of chapter
25 380, Laws of 2009 (enacting the interstate compact on educational
26 opportunity for military children).

27 (h) \$131,000 of the general fund--state appropriation for fiscal
28 year 2014 and \$131,000 of the general fund--state appropriation for
29 fiscal year 2015 are provided solely for the implementation of
30 Initiative Measure No. 1240 (charter schools).

31 (i) \$1,826,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$1,802,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for implementing a comprehensive
34 data system to include financial, student, and educator data, including
35 development and maintenance of the comprehensive education data and
36 research system (CEDARS).

37 (j) \$25,000 of the general fund--state appropriation for fiscal
38 year 2014 and \$25,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for project citizen, a program
2 sponsored by the national conference of state legislatures and the
3 center for civic education to promote participation in government by
4 middle school students.

5 (k) \$1,500,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$1,500,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for collaborative schools for
8 innovation and success authorized under chapter 53, Laws of 2012. The
9 office of the superintendent of public instruction shall award \$500,000
10 per year in funding for each collaborative school for innovation and
11 success selected for participation in the pilot program during 2012.
12 For fiscal year 2014, these funds support one collaborative school for
13 innovation and success to develop an approved innovation and success
14 plan and for three collaborative schools for innovation and success to
15 implement an approved innovation and success plan. For fiscal year
16 2015, these funds support implementation of four collaborative schools
17 for innovation and success approved plans.

18 (l) \$123,000 of the general fund--state appropriation for fiscal
19 year 2014 and \$123,000 of the general fund--state appropriation for
20 fiscal year 2015 are provided solely for implementation of chapter 163,
21 Laws of 2012 (foster care outcomes). The office of the superintendent
22 of public instruction shall annually report each December on the
23 implementation of the state's plan of cross-system collaboration to
24 promote educational stability and improve education outcomes of foster
25 youth.

26 (m) \$250,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$250,000 of the general fund--state appropriation for
28 fiscal year 2015 are provided solely for implementation of chapter 178,
29 Laws of 2012 (open K-12 education resources).

30 (n) \$93,000 of the general fund--state appropriation for fiscal
31 year 2014 and \$93,000 of the general fund--state appropriation for
32 fiscal year 2015 are provided solely for chapter 185, Laws of 2011
33 (bullying prevention, which requires the office of the superintendent
34 of public instruction to convene an ongoing workgroup on school
35 bullying and harassment prevention. Within the amounts provided,
36 \$140,000 is for youth suicide prevention activities.

37 (o) \$4,000 of the general fund--state appropriation for fiscal year
38 2014 and \$4,000 of the general fund--state appropriation for fiscal

1 year 2015 are provided solely for implementation of House Bill No. 1173
2 (financial education partnership). If the bill is not enacted by June
3 30, 2013, the amounts provided in this subsection shall lapse.

4 (p) \$138,000 of the general fund--state appropriation for fiscal
5 year 2014 is provided solely for implementation of House Bill No. 1336
6 (troubled youth in school). If the bill is not enacted by June 30,
7 2013, the amounts provided in this subsection shall lapse.

8 (q) \$118,000 of the general fund--state appropriation for fiscal
9 year 2014 and \$14,000 of the general fund--state appropriation for
10 fiscal year 2015 are provided solely for implementation of House Bill
11 No. 1134 (state-tribal education compacts). If the bill is not enacted
12 by June 30, 2013, the amounts provided in this subsection shall lapse.

13 (r) \$504,000 of the general fund--state appropriation for fiscal
14 year 2014 is provided solely for implementation of House Bill No. 1424
15 (K-12 dropout prevention). If the bill is not enacted by June 30,
16 2013, the amount provided in this subsection shall lapse.

17 (s) \$62,000 of the general fund--state appropriation for fiscal
18 year 2014 and \$62,000 of the general fund--state appropriation for
19 fiscal year 2015 are provided solely for implementation of House Bill
20 No. 1472 (computer science education). If the bill is not enacted by
21 June 30, 2013, the amounts provided in this subsection shall lapse.

22 (t) \$27,000 of the general fund--state appropriation for fiscal
23 year 2014 is provided solely for implementation of House Bill No. 1556
24 (cardiac arrest education). If the bill is not enacted by June 30,
25 2013, the amounts provided in this subsection shall lapse.

26 (u) \$50,000 of the general fund--state appropriation for fiscal
27 year 2014 is provided solely for the development of recommendations for
28 funding integrated school nursing and outreach services. The office of
29 the superintendent of public instruction shall collaborate with the
30 health care authority to develop recommendations for increasing federal
31 financial participation for providing nursing services in schools with
32 the goals of integrating nursing and outreach services and supporting
33 one nurse for every four-hundred fifty students in elementary schools
34 and one nurse for every seven-hundred fifty students in secondary
35 schools. The recommendations shall include proposals for funding
36 training and reimbursement for nurses that provide outreach services to
37 help eligible students enroll in apple health for kids and other social

1 services programs. The authority and the office of the superintendent
2 of public instruction shall provide these recommendations to the
3 governor and the legislature by December 1, 2013.

4 (v) \$229,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$224,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for implementation of House Bill
7 No. 1872 (STEM education). If the bill is not enacted by June 30,
8 2013, the amounts provided in this subsection shall lapse.

9 (w) \$50,000 of the general fund--state appropriation for fiscal
10 year 2014 is provided solely for the office of the superintendent of
11 public instruction to contract with an organization to develop a model
12 plan for evaluating the outcomes of state funded pilot education
13 programs, including guidelines for standard data that must be gathered
14 throughout any education pilot program, as well as guidance for data
15 and evaluation methods depending on the design of the program and the
16 target population. The contract must also include a provision to
17 provide guidance for the evaluation of existing pilot programs.

18 (x) \$10,000 of the general fund--state appropriation for fiscal
19 year 2014 and \$10,000 of the general fund--state appropriation for
20 fiscal year 2015 are provided solely for the superintendent of public
21 instruction to convene a committee for the selection and recognition of
22 Washington innovative schools. The committee shall select and
23 recognize Washington innovative schools based on the selection criteria
24 established by the office of the superintendent of public instruction,
25 in accordance with chapter 202, Laws of 2011 (innovation schools--
26 recognition) and chapter 260, Laws of 2011 (innovation schools and
27 zones).

28 (y) \$50,000 of the general fund--state appropriation for fiscal
29 year 2014 and \$50,000 of the general fund--state appropriation for
30 fiscal year 2015 are provided solely for implementation of section 2 of
31 House Bill No. 1252 (online professional development). If the bill is
32 not enacted by June 30, 2013, the amounts provided in this subsection
33 shall lapse.

34 (2) \$10,294,000 of the general fund--state appropriation for fiscal
35 year 2014 and \$10,294,000 of the general fund--state appropriation for
36 fiscal year 2015 are for statewide programs.

37 (a) HEALTH AND SAFETY

1 (i) \$2,541,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$2,541,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for a corps of nurses located at
4 educational service districts, as determined by the superintendent of
5 public instruction, to be dispatched to the most needy schools to
6 provide direct care to students, health education, and training for
7 school staff.

8 (ii) \$135,000 of the general fund--state appropriation for fiscal
9 year 2014 and \$135,000 of the general fund--state appropriation for
10 fiscal year 2015 are provided solely for a nonviolence and leadership
11 training program provided by the institute for community leadership.

12 (b) TECHNOLOGY

13 \$1,221,000 of the general fund--state appropriation for fiscal year
14 2014 and \$1,221,000 of the general fund--state appropriation for fiscal
15 year 2015 are provided solely for K-20 telecommunications network
16 technical support in the K-12 sector to prevent system failures and
17 avoid interruptions in school utilization of the data processing and
18 video-conferencing capabilities of the network. These funds may be
19 used to purchase engineering and advanced technical support for the
20 network.

21 (c) GRANTS AND ALLOCATIONS

22 (i) \$3,425,000 of the general fund--state appropriation for fiscal
23 year 2014 and \$3,425,000 of the general fund--state appropriation for
24 fiscal year 2015 are provided solely for the Washington state achievers
25 scholarship program. The funds shall be used to support community
26 involvement officers that recruit, train, and match community volunteer
27 mentors with students selected as achievers scholars.

28 (ii) \$1,000,000 of the general fund--state appropriation for fiscal
29 year 2014 and \$1,000,000 of the general fund--state appropriation for
30 fiscal year 2015 are provided solely for contracting with a college
31 scholarship organization with expertise in conducting outreach to
32 students concerning eligibility for the Washington college bound
33 scholarship consistent with chapter 405, Laws of 2007.

34 (iii) \$337,000 of the general fund--state appropriation for fiscal
35 year 2014 and \$337,000 of the general fund--state appropriation for
36 fiscal year 2015 are provided solely for implementation of the building
37 bridges statewide program for comprehensive dropout prevention,
38 intervention, and reengagement strategies.

1 (iv) \$135,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$135,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for dropout prevention programs at
4 the office of the superintendent of public instruction, including the
5 jobs for America's graduates (JAG) program.

6 (v) \$1,400,000 of the general fund--state appropriation for fiscal
7 year 2014 and \$1,400,000 of the general fund--state appropriation for
8 fiscal year 2015 are provided solely for the implementation of chapter
9 340, Laws of 2011 and chapter 51, Laws of 2012. This includes the
10 development and implementation of the Washington kindergarten inventory
11 of developing skills (WaKIDS).

12 (vi) \$100,000 of the general fund--state appropriation for fiscal
13 year 2014 and \$100,000 of the general fund--state appropriation for
14 fiscal year 2015 are provided solely to subsidize advanced placement
15 exam fees and international baccalaureate class fees and exam fees for
16 low-income students. To be eligible for the subsidy, a student must be
17 either enrolled or eligible to participate in the federal free or
18 reduced price lunch program, and the student must have maximized the
19 allowable federal contribution. The office of the superintendent of
20 public instruction shall set the subsidy in an amount so that the
21 advanced placement exam fee does not exceed \$15.00 and the combined
22 class and exam fee for the international baccalaureate does not exceed
23 \$14.50.

24 **NEW SECTION. Sec. 502. FOR THE SUPERINTENDENT OF PUBLIC**
25 **INSTRUCTION--FOR GENERAL APPORTIONMENT**

26	General Fund--State Appropriation (FY 2014)	\$5,437,939,000
27	General Fund--State Appropriation (FY 2015)	\$5,568,220,000
28	Education Legacy Trust Account--State Appropriation . . .	\$668,182,000
29	TOTAL APPROPRIATION	\$11,674,341,000

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

32 (1)(a) Each general fund fiscal year appropriation includes such
33 funds as are necessary to complete the school year ending in the fiscal
34 year and for prior fiscal year adjustments.

35 (b) For the 2013-14 and 2014-15 school years, the superintendent
36 shall allocate general apportionment funding to school districts as

1 provided in the funding formulas and salary schedules in sections 502
2 and 503 of this act, excluding (c) of this subsection.

3 (c) From July 1, 2013 to August 31, 2013, the superintendent shall
4 allocate general apportionment funding to school districts programs as
5 provided in sections 502 and 503, chapter 50, Laws of 2011 1st sp.
6 sess., as amended through sections 502 and 503 of the 2013 omnibus
7 supplemental operating appropriations act.

8 (d) The enrollment of any district shall be the annual average
9 number of full-time equivalent students and part-time students as
10 provided in RCW 28A.150.350, enrolled on the fourth day of school in
11 September and on the first school day of each month October through
12 June, including students who are in attendance pursuant to RCW
13 28A.335.160 and 28A.225.250 who do not reside within the servicing
14 school district. Any school district concluding its basic education
15 program in May must report the enrollment of the last school day held
16 in May in lieu of a June enrollment.

17 (2) CERTIFICATED INSTRUCTIONAL STAFF ALLOCATIONS

18 Allocations for certificated instructional staff salaries for the
19 2013-14 and 2014-15 school years are determined using formula-generated
20 staff units calculated pursuant to this subsection.

21 (a) Certificated instructional staff units, as defined in RCW
22 28A.150.410, shall be allocated to reflect the minimum class size
23 allocations, requirements, and school prototypes assumptions as
24 provided in RCW 28A.150.260. The superintendent shall make allocations
25 to school districts based on the district's annual average full-time
26 equivalent student enrollment in each grade.

27 (b) Additional certificated instructional staff units provided in
28 this subsection (2) that exceed the minimum requirements in RCW
29 28A.150.260 are enhancements outside the program of basic education,
30 except as otherwise provided in this section.

31 (c)(i) The superintendent shall base allocations for each level of
32 prototypical school on the following regular education average class
33 size of full-time equivalent students per teacher, except as provided
34 in (c)(ii) of this subsection:

35
36 General education class size:

Grade	RCW 28A.150.260	2013-14 School Year	2014-15 School Year
Grades K-3	23.58	21.94
Grade 4	27.00	27.00
Grades 5-6	27.00	27.00
Grades 7-8	28.53	28.53
Grades 9-12	28.74	28.74

8 The superintendent shall base allocations for career and technical
9 education (CTE) and skill center programs average class size as
10 provided in RCW 28A.150.260.

11 (ii) For each level of prototypical school at which more than fifty
12 percent of the students were eligible for free and reduced-price meals
13 in the prior school year, the superintendent shall allocate funding
14 based on the following average class size of full-time equivalent
15 students per teacher:

General education class size in high poverty school:		2013-14 School Year	2014-15 School Year
Grades K-3	.....	22.68	21.26
Grade 4	.....	27.00	27.00
Grades 5-6	.....	27.00	27.00
Grades 7-8	.....	28.53	28.53
Grades 9-12	.....	28.74	28.74

24 (iii) Pursuant to RCW 28A.150.260(4)(a), the assumed teacher
25 planning period, expressed as a percentage of a teacher work day, is
26 13.42 percent in grades K-6, and 16.67 percent in grades 7-12; and

27 (iv) Laboratory science, advanced placement, and international
28 baccalaureate courses are funded at the same class size assumptions as
29 general education schools in the same grade; and

30 (d)(i) Funding for teacher librarians, school nurses, social
31 workers, school psychologists, and guidance counselors is allocated
32 based on the school prototypes as provided in RCW 28A.150.260 and is

1 considered certificated instructional staff, except as provided in
2 (d)(ii) of this subsection.

3 (ii) Students in approved career and technical education and skill
4 center programs generate certificated instructional staff units to
5 provide for the services of teacher librarians, school nurses, social
6 workers, school psychologists, and guidance counselors at the following
7 combined rate per 1000 students:

8 Career and Technical Education

9 students 2.02 per 1000 student FTE's
10 Skill Center students 2.36 per 1000 student FTE's

11 (3) ADMINISTRATIVE STAFF ALLOCATIONS

12 (a) Allocations for school building-level certificated
13 administrative staff salaries for the 2013-14 and 2014-15 school years
14 for general education students are determined using the formula
15 generated staff units calculated pursuant to this subsection. The
16 superintendent shall make allocations to school districts based on the
17 district's annual average full-time equivalent enrollment in each
18 grade. The following prototypical school values shall determine the
19 allocation for principals, assistance principals, and other
20 certificated building level administrators:

21

22	Prototypical School Building:	
23	Elementary School	1.253
24	Middle School	1.353
25	High School	1.880

26 (b) Students in approved career and technical education and skill
27 center programs generate certificated school building-level
28 administrator staff units at per student rates that are a multiple of
29 the general education rate in (a) of this subsection by the following
30 factors: Career and Technical Education students1.025
31 Skill Center students1.198

32 (4) CLASSIFIED STAFF ALLOCATIONS

1 Allocations for classified staff units providing school building-
2 level and district-wide support services for the 2013-14 and 2014-15
3 school years are determined using the formula-generated staff units
4 provided in RCW 28A.150.260, and adjusted based on each district's
5 annual average full-time equivalent student enrollment in each grade.

6 (5) CENTRAL OFFICE ALLOCATIONS

7 In addition to classified and administrative staff units allocated
8 in subsections (3) and (4) of this section, classified and
9 administrative staff units are provided for the 2013-14 and 2014-15
10 school year for the central office administrative costs of operating a
11 school district, at the following rates:

12 (a) The total central office staff units provided in this
13 subsection (5) are calculated by first multiplying the total number of
14 eligible certificated instructional, certificated administrative, and
15 classified staff units providing school-based or district-wide support
16 services, as identified in RCW 28A.150.260(6)(b), by 5.3 percent.

17 (b) Of the central office staff units calculated in (a) of this
18 subsection, 74.53 percent are allocated as classified staff units, as
19 generated in subsection (4) of this section, and 25.47 percent shall be
20 allocated as administrative staff units, as generated in subsection (3)
21 of this section.

22 (c) Staff units generated as enhancements outside the program of
23 basic education to the minimum requirements of RCW 28A.150.260, and
24 staff units generated by skill center and career-technical students,
25 are excluded from the total central office staff units calculation in
26 (a) of this subsection.

27 (d) For students in approved career-technical and skill center
28 programs, central office classified units are allocated at the same
29 staff unit per student rate as those generated for general education
30 students of the same grade in this subsection (5), and central office
31 administrative staff units are allocated at staff unit per student
32 rates that exceed the general education rate established for students
33 in the same grade in this subsection (5) by 1.77 percent in the 2013-14
34 school year and 1.57 percent in the 2014-15 school year for career and
35 technical education students, and 20.43 percent in the 2013-14 school
36 year and 18.98 percent in the 2014-15 school year for skill center
37 students.

38 (6) FRINGE BENEFIT ALLOCATIONS

1 Fringe benefit allocations shall be calculated at a rate of 18.68
2 percent in the 2013-14 school year and 18.68 percent in the 2014-15
3 school year for certificated salary allocations provided under
4 subsections (2), (3), and (5) of this section, and a rate of 20.95
5 percent in the 2013-14 school year and 20.95 percent in the 2014-15
6 school year for classified salary allocations provided under
7 subsections (4) and (5) of this section.

8 (7) INSURANCE BENEFIT ALLOCATIONS

9 Insurance benefit allocations shall be calculated at the
10 maintenance rate specified in section 504 of this act, based on the
11 number of benefit units determined as follows:

12 (a) The number of certificated staff units determined in
13 subsections (2), (3), and (5) of this section; and

14 (b) The number of classified staff units determined in subsections
15 (4) and (5) of this section multiplied by 1.152. This factor is
16 intended to adjust allocations so that, for the purposes of
17 distributing insurance benefits, full-time equivalent classified
18 employees may be calculated on the basis of 1440 hours of work per
19 year, with no individual employee counted as more than one full-time
20 equivalent.

21 (8) MATERIALS, SUPPLIES, AND OPERATING COSTS (MSOC) ALLOCATIONS

22 Funding is allocated per annual average full-time equivalent
23 student for the materials, supplies, and operating costs (MSOC)
24 incurred by school districts, consistent with the requirements of RCW
25 28A.150.260.

26 (a) MSOC funding for general education students are allocated at
27 the following per student rates:

28 MSOC RATES/STUDENT FTE

29

30 MSOC Component	31 2013-14 SCHOOL YEAR	32 2014-15 SCHOOL YEAR
33 Technology	\$76.23	\$94.88
34 Utilities and Insurance	\$207.11	\$257.79

1	Curriculum and Textbooks	\$81.84	\$101.86
2	Other Supplies and Library Materials	\$173.74	\$216.26
3	Instructional Professional Development for Certificated		
4	and Classified Staff	\$12.66	\$15.75
5	Facilities Maintenance	\$102.60	\$127.71
6	Security and Central Office	\$71.08	\$88.48
7	TOTAL BASIC EDUCATION MSOC/STUDENT FTE	\$725.26	\$902.73

8 (b) Students in approved skill center programs generate per student
9 FTE MSOC allocations of \$1,249.17 for the 2013-14 school year and
10 \$1,270.41 for the 2014-15 school year.

11 (c) Students in approved exploratory and preparatory career and
12 technical education programs generate a per student MSOC allocation of
13 \$1,404.84 for the 2013-14 school year and \$1,428.72 for the 2014-15
14 school year.

15 (d) Students in laboratory science courses generate per student FTE
16 MSOC allocations which equal the per student FTE rate for general
17 education students established in (a) of this subsection.

18 (9) SUBSTITUTE TEACHER ALLOCATIONS

19 For the 2013-14 and 2014-15 school years, funding for substitute
20 costs for classroom teachers is based on four (4) funded substitute
21 days per classroom teacher unit generated under subsection (2) of this
22 section, at a daily substitute rate of \$151.86.

23 (10) ALTERNATIVE LEARNING EXPERIENCE PROGRAM FUNDING

24 (a) Amounts provided in this section from July 1, 2013, to August
25 31, 2013, are adjusted to reflect provisions of chapter 34, Laws of
26 2011 1st sp. sess. (allocation of funding for funding for students
27 enrolled in alternative learning experiences).

28 (b) Amounts provided in this section beginning September 1, 2013,
29 are adjusted to reflect provisions of Senate Bill No. 5794 (alternative
30 learning experience courses).

31 (c) The superintendent of public instruction shall require all
32 districts receiving general apportionment funding for alternative
33 learning experience (ALE) programs as defined in WAC 392-121-182 to
34 provide separate financial accounting of expenditures for the ALE
35 programs offered in district or with a provider, including but not
36 limited to private companies and multidistrict cooperatives, as well as

1 accurate, monthly headcount and FTE enrollment claimed for basic
2 education, including separate counts of resident and nonresident
3 students.

4 (11) VOLUNTARY FULL DAY KINDERGARTEN PROGRAMS

5 Funding in this section is sufficient to fund voluntary full day
6 kindergarten programs in qualifying high poverty schools, pursuant to
7 RCW 28A.150.220 and 28A.150.315. Each kindergarten student who enrolls
8 for the voluntary full-day program in a qualifying school shall count
9 as one-half of one full-time equivalent student for purpose of making
10 allocations under this section. Funding in this section provides full-
11 day kindergarten programs for 37.6 percent of kindergarten enrollment
12 in the 2013-14 school year and 53.2 percent in the 2014-15 school year.

13 (12) INCREASED INSTRUCTIONAL HOURS FOR GRADES SEVEN THROUGH TWELVE

14 Amounts provided in this section are sufficient to fund increased
15 instructional hours in grades seven through twelve. For the 2013-14
16 and 2014-15 school years, the superintendent shall allocate funding to
17 school districts for increased instructional hours. In calculating the
18 allocations, the superintendent shall assume the following averages:
19 (a) Additional instruction of 0.4444 hours per week per full-time
20 equivalent student in grades seven through twelve in school year 2013-
21 14 and 0.8888 hours per week in school year 2014-15; (b) the general
22 education average class sizes specified in section 502(2)(c); (c) 36
23 instructional weeks per year; (d) 900 instructional hours per teacher;
24 and (e) the district's average staff mix and compensation rates as
25 provided in section 503 of this act.

26 (13) ADDITIONAL FUNDING FOR SMALL SCHOOL DISTRICTS AND REMOTE AND
27 NECESSARY PLANTS

28 For small school districts and remote and necessary school plants
29 within any district which have been judged to be remote and necessary
30 by the superintendent of public instruction, additional staff units are
31 provided to ensure a minimum level of staffing support. Additional
32 administrative and certificated instructional staff units provided to
33 districts in this subsection shall be reduced by the general education
34 staff units, excluding career and technical education and skills center
35 enhancement units, otherwise provided in subsections (2) through (5) of
36 this section on a per district basis.

37 (a) For districts enrolling not more than twenty-five average
38 annual full-time equivalent students in grades K-8, and for small

1 school plants within any school district which have been judged to be
2 remote and necessary by the superintendent of public instruction and
3 enroll not more than twenty-five average annual full-time equivalent
4 students in grades K-8:

5 (i) For those enrolling no students in grades 7 and 8, 1.76
6 certificated instructional staff units and 0.24 certificated
7 administrative staff units for enrollment of not more than five
8 students, plus one-twentieth of a certificated instructional staff unit
9 for each additional student enrolled; and

10 (ii) For those enrolling students in grades 7 or 8, 1.68
11 certificated instructional staff units and 0.32 certificated
12 administrative staff units for enrollment of not more than five
13 students, plus one-tenth of a certificated instructional staff unit for
14 each additional student enrolled;

15 (b) For specified enrollments in districts enrolling more than
16 twenty-five but not more than one hundred average annual full-time
17 equivalent students in grades K-8, and for small school plants within
18 any school district which enroll more than twenty-five average annual
19 full-time equivalent students in grades K-8 and have been judged to be
20 remote and necessary by the superintendent of public instruction:

21 (i) For enrollment of up to sixty annual average full-time
22 equivalent students in grades K-6, 2.76 certificated instructional
23 staff units and 0.24 certificated administrative staff units; and

24 (ii) For enrollment of up to twenty annual average full-time
25 equivalent students in grades 7 and 8, 0.92 certificated instructional
26 staff units and 0.08 certificated administrative staff units;

27 (c) For districts operating no more than two high schools with
28 enrollments of less than three hundred average annual full-time
29 equivalent students, for enrollment in grades 9-12 in each such school,
30 other than alternative schools, except as noted in this subsection:

31 (i) For remote and necessary schools enrolling students in any
32 grades 9-12 but no more than twenty-five average annual full-time
33 equivalent students in grades K-12, four and one-half certificated
34 instructional staff units and one-quarter of a certificated
35 administrative staff unit;

36 (ii) For all other small high schools under this subsection, nine
37 certificated instructional staff units and one-half of a certificated
38 administrative staff unit for the first sixty average annual full-time

1 equivalent students, and additional staff units based on a ratio of
2 0.8732 certificated instructional staff units and 0.1268 certificated
3 administrative staff units per each additional forty-three and one-half
4 average annual full-time equivalent students;

5 (iii) Districts receiving staff units under this subsection shall
6 add students enrolled in a district alternative high school and any
7 grades nine through twelve alternative learning experience programs
8 with the small high school enrollment for calculations under this
9 subsection;

10 (d) For each nonhigh school district having an enrollment of more
11 than seventy annual average full-time equivalent students and less than
12 one hundred eighty students, operating a grades K-8 program or a grades
13 1-8 program, an additional one-half of a certificated instructional
14 staff unit;

15 (e) For each nonhigh school district having an enrollment of more
16 than fifty annual average full-time equivalent students and less than
17 one hundred eighty students, operating a grades K-6 program or a grades
18 1-6 program, an additional one-half of a certificated instructional
19 staff unit;

20 (f)(i) For enrollments generating certificated staff unit
21 allocations under (a) through (e) of this subsection, one classified
22 staff unit for each 2.94 certificated staff units allocated under such
23 subsections;

24 (ii) For each nonhigh school district with an enrollment of more
25 than fifty annual average full-time equivalent students and less than
26 one hundred eighty students, an additional one-half of a classified
27 staff unit; and

28 (g) School districts receiving additional staff units to support
29 small student enrollments and remote and necessary plants under this
30 subsection (13) shall generate additional MSOC allocations consistent
31 with the nonemployee related costs (NERC) allocation formula in place
32 for the 2010-11 school year as provided section 502, chapter 37, Laws
33 of 2010 1st sp. sess. (2010 supplemental budget), adjusted annually for
34 inflation.

35 (14) Any school district board of directors may petition the
36 superintendent of public instruction by submission of a resolution
37 adopted in a public meeting to reduce or delay any portion of its basic
38 education allocation for any school year. The superintendent of public

1 instruction shall approve such reduction or delay if it does not impair
2 the district's financial condition. Any delay shall not be for more
3 than two school years. Any reduction or delay shall have no impact on
4 levy authority pursuant to RCW 84.52.0531 and local effort assistance
5 pursuant to chapter 28A.500 RCW.

6 (15) The superintendent may distribute funding for the following
7 programs outside the basic education formula during fiscal years 2014
8 and 2015 as follows:

9 (a) \$607,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$617,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely for fire protection for school
12 districts located in a fire protection district as now or hereafter
13 established pursuant to chapter 52.04 RCW.

14 (b) \$436,000 of the general fund--state appropriation for fiscal
15 year 2014 and \$436,000 of the general fund--state appropriation for
16 fiscal year 2015 are provided solely for programs providing skills
17 training for secondary students who are enrolled in extended day
18 school-to-work programs, as approved by the superintendent of public
19 instruction. The funds shall be allocated at a rate not to exceed \$500
20 per full-time equivalent student enrolled in those programs.

21 (16) \$214,000 of the general fund--state appropriation for fiscal
22 year 2014 and \$218,000 of the general fund--state appropriation for
23 fiscal year 2015 are provided solely for school district emergencies as
24 certified by the superintendent of public instruction. At the close of
25 the fiscal year the superintendent of public instruction shall report
26 to the office of financial management and the appropriate fiscal
27 committees of the legislature on the allocations provided to districts
28 and the nature of the emergency.

29 (17) Funding in this section is sufficient to fund a maximum of
30 1.6 FTE enrollment for skills center students pursuant to chapter 463,
31 Laws of 2007.

32 (18) Students participating in running start programs may be funded
33 up to a combined maximum enrollment of 1.2 FTE including school
34 district and institution of higher education enrollment. In
35 calculating the combined 1.2 FTE, the office of the superintendent of
36 public instruction may average the participating student's September
37 through June enrollment to account for differences in the start and end
38 dates for courses provided by the high school and higher education

1 institution. Additionally, the office of the superintendent of public
2 instruction, in consultation with the state board for community and
3 technical colleges, the higher education coordinating board, and the
4 education data center, shall annually track and report to the fiscal
5 committees of the legislature on the combined FTE experience of
6 students participating in the running start program, including course
7 load analyses at both the high school and community and technical
8 college system.

9 (19) If two or more school districts consolidate and each district
10 was receiving additional basic education formula staff units pursuant
11 to subsection (13) of this section, the following apply:

12 (a) For three school years following consolidation, the number of
13 basic education formula staff units shall not be less than the number
14 of basic education formula staff units received by the districts in the
15 school year prior to the consolidation; and

16 (b) For the fourth through eighth school years following
17 consolidation, the difference between the basic education formula staff
18 units received by the districts for the school year prior to
19 consolidation and the basic education formula staff units after
20 consolidation pursuant to subsection (13) of this section shall be
21 reduced in increments of twenty percent per year.

22 (20)(a) Indirect cost charges by a school district to approved
23 career and technical education middle and secondary programs shall not
24 exceed 15 percent of the combined basic education and career and
25 technical education program enhancement allocations of state funds.
26 Middle and secondary career and technical education programs are
27 considered separate programs for funding and financial reporting
28 purposes under this section.

29 (b) Career and technical education program full-time equivalent
30 enrollment shall be reported on the same monthly basis as the
31 enrollment for students eligible for basic support, and payments shall
32 be adjusted for reported career and technical education program
33 enrollments on the same monthly basis as those adjustments for
34 enrollment for students eligible for basic support.

35 NEW SECTION. **Sec. 503. FOR THE SUPERINTENDENT OF PUBLIC**
36 **INSTRUCTION--BASIC EDUCATION EMPLOYEE COMPENSATION**

1 (1) The following calculations determine the salaries used in the
2 state allocations for certificated instructional, certificated
3 administrative, and classified staff units as provided in RCW
4 28A.150.280 and under section 502 of this act:

5 (a) Salary allocations for certificated instructional staff units
6 are determined for each district by multiplying the district's
7 certificated instructional total base salary shown on LEAP Document 2
8 by the district's average staff mix factor for certificated
9 instructional staff in that school year, computed using LEAP document
10 1; and

11 (b) Salary allocations for certificated administrative staff units
12 and classified staff units for each district are determined based on
13 the district's certificated administrative and classified salary
14 allocation amounts shown on LEAP Document 2.

15 (2) For the purposes of this section:

16 (a) "LEAP Document 1" means the staff mix factors for certificated
17 instructional staff according to education and years of experience, as
18 developed by the legislative evaluation and accountability program
19 committee on March 31, 2013 at 15:31 hours; and

20 (b) "LEAP Document 2" means the school year salary allocations for
21 certificated administrative staff and classified staff and derived and
22 total base salaries for certificated instructional staff as developed
23 by the legislative evaluation and accountability program committee on
24 March 31, 2013 at 15:31 hours.

25 (3) Incremental fringe benefit factors are applied to salary
26 adjustments at a rate of 18.04 percent for school year 2013-14 and
27 18.04 percent for school year 2014-15 for certificated instructional
28 and certificated administrative staff and 17.45 percent for school year
29 2013-14 and 17.45 percent for the 2014-15 school year for classified
30 staff.

31 (4)(a) Pursuant to RCW 28A.150.410, the following state-wide salary
32 allocation schedules for certificated instructional staff are
33 established for basic education salary allocations:

34
35 Table Of Total Base Salaries For Certificated Instructional Staff For School Year 2013-14

*** Education Experience ***

1	*** Education Experience ***									
2	Years									MA+90
3	of									OR
4	Service	BA	BA+15	BA+30	BA+45	BA+90	BA+135	MA	MA+45	Ph.D.
5	0	34,048	34,968	35,920	36,875	39,939	41,913	40,820	43,885	45,860
6	1	34,506	35,439	36,403	37,400	40,496	42,459	41,274	44,370	46,332
7	2	34,943	35,884	36,859	37,933	41,020	43,004	41,731	44,818	46,802
8	3	35,393	36,343	37,329	38,437	41,518	43,549	42,164	45,243	47,276
9	4	35,834	36,826	37,818	38,964	42,064	44,110	42,618	45,718	47,765
10	5	36,290	37,287	38,288	39,498	42,586	44,673	43,080	46,169	48,256
11	6	36,759	37,734	38,769	40,039	43,113	45,211	43,552	46,626	48,723
12	7	37,582	38,572	39,621	40,960	44,079	46,235	44,438	47,556	49,713
13	8	38,787	39,831	40,905	42,355	45,516	47,751	45,832	48,994	51,228
14	9		41,135	42,262	43,765	46,999	49,310	47,241	50,477	52,788
15	10			43,635	45,247	48,524	50,913	48,724	52,003	54,390
16	11				46,772	50,121	52,557	50,249	53,599	56,034
17	12				48,249	51,761	54,269	51,835	55,238	57,748
18	13					53,440	56,024	53,476	56,918	59,501
19	14					55,128	57,844	55,165	58,716	61,322
20	15					56,563	59,349	56,599	60,242	62,917
21	16 or					57,693	60,535	57,731	61,447	64,174
22	more									

Table Of Total Base Salaries For Certificated Instructional Staff For School Year 2014-15

*** Education Experience ***

26	Years									MA+90
27	of									OR
28	Service	BA	BA+15	BA+30	BA+45	BA+90	BA+135	MA	MA+45	Ph.D.
29	0	34,048	34,968	35,920	36,875	39,939	41,913	40,820	43,885	45,860
30	1	34,506	35,439	36,403	37,400	40,496	42,459	41,274	44,370	46,332
31	2	34,943	35,884	36,859	37,933	41,020	43,004	41,731	44,818	46,802
32	3	35,393	36,343	37,329	38,437	41,518	43,549	42,164	45,243	47,276
33	4	35,834	36,826	37,818	38,964	42,064	44,110	42,618	45,718	47,765
34	5	36,290	37,287	38,288	39,498	42,586	44,673	43,080	46,169	48,256
35	6	36,759	37,734	38,769	40,039	43,113	45,211	43,552	46,626	48,723

1	7	37,582	38,572	39,621	40,960	44,079	46,235	44,438	47,556	49,713
2	8	38,787	39,831	40,905	42,355	45,516	47,751	45,832	48,994	51,228
3	9		41,135	42,262	43,765	46,999	49,310	47,241	50,477	52,788
4	10			43,635	45,247	48,524	50,913	48,724	52,003	54,390
5	11				46,772	50,121	52,557	50,249	53,599	56,034
6	12				48,249	51,761	54,269	51,835	55,238	57,748
7	13					53,440	56,024	53,476	56,918	59,501
8	14					55,128	57,844	55,165	58,716	61,322
9	15					56,563	59,349	56,599	60,242	62,917
10	16 or					57,693	60,535	57,731	61,447	64,174
11	more									

12 (b) As used in this subsection, the column headings "BA+(N)" refer
13 to the number of credits earned since receiving the baccalaureate
14 degree.

15 (c) For credits earned after the baccalaureate degree but before
16 the masters degree, any credits in excess of forty-five credits may be
17 counted after the masters degree. Thus, as used in this subsection,
18 the column headings "MA+(N)" refer to the total of:

- 19 (i) Credits earned since receiving the masters degree; and
- 20 (ii) Any credits in excess of forty-five credits that were earned
21 after the baccalaureate degree but before the masters degree.

22 (5) For the purposes of this section:

- 23 (a) "BA" means a baccalaureate degree.
- 24 (b) "MA" means a masters degree.
- 25 (c) "PHD" means a doctorate degree.

26 (d) "Years of service" shall be calculated under the same rules
27 adopted by the superintendent of public instruction.

28 (e) "Credits" means college quarter hour credits and equivalent in-
29 service credits computed in accordance with RCW 28A.415.020 and
30 28A.415.023.

31 (6) No more than ninety college quarter-hour credits received by
32 any employee after the baccalaureate degree may be used to determine
33 compensation allocations under the state salary allocation schedule and
34 LEAP documents referenced in this part V, or any replacement schedules
35 and documents, unless:

- 36 (a) The employee has a masters degree; or

1 (b) The credits were used in generating state salary allocations
2 before January 1, 1992.

3 (7) The salary allocation schedules established in this section are
4 for allocation purposes only except as provided in RCW 28A.400.200(2).

5 NEW SECTION. **Sec. 504. FOR THE SUPERINTENDENT OF PUBLIC**
6 **INSTRUCTION--FOR SCHOOL EMPLOYEE COMPENSATION ADJUSTMENTS**

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

9 (1)(a) Additional salary adjustments as necessary to fund the base
10 salaries for certificated instructional staff as listed for each
11 district in LEAP Document 2, defined in section 503(2)(b) of this act.
12 Allocations for these salary adjustments shall be provided to all
13 districts that are not grandfathered to receive salary allocations
14 above the statewide salary allocation schedule, and to certain
15 grandfathered districts to the extent necessary to ensure that salary
16 allocations for districts that are currently grandfathered do not fall
17 below the statewide salary allocation schedule.

18 (b) Additional salary adjustments to certain districts as necessary
19 to fund the per full-time-equivalent salary allocations for
20 certificated administrative staff as listed for each district in LEAP
21 Document 2, defined in section 503(2)(b) of this act.

22 (c) Additional salary adjustments to certain districts as necessary
23 to fund the per full-time-equivalent salary allocations for classified
24 staff as listed for each district in LEAP Document 2, defined in
25 section 503(2)(b) of this act.

26 (d) The appropriations in this subsection (1) include associated
27 incremental fringe benefit allocations at 18.04 percent for the 2013-14
28 school year and 18.04 percent for the 2014-15 school year for
29 certificated instructional and certificated administrative staff and
30 17.45 percent for the 2013-14 school year and 17.45 percent for the
31 2014-15 school year for classified staff.

32 (e) The appropriations in this section include the increased or
33 decreased portion of salaries and incremental fringe benefits for all
34 relevant state-funded school programs in part V of this act. Changes
35 for general apportionment (basic education) are based on the salary
36 allocation schedules and methodology in sections 502 and 503 of this
37 act. Changes for special education result from changes in each

1 district's basic education allocation per student. Changes for
2 educational service districts and institutional education programs are
3 determined by the superintendent of public instruction using the
4 methodology for general apportionment salaries and benefits in sections
5 502 and 503 of this act.

6 (f) The appropriations in this section include no salary
7 adjustments for substitute teachers.

8 (2) The maintenance rate for insurance benefit allocations is
9 \$768.00 per month for the 2013-14 and 2014-15 school years. The
10 appropriations in this section reflect the incremental change in cost
11 of allocating rates of \$768.00 per month for the 2013-14 school year
12 and \$768.00 per month for the 2014-15 school year.

13 (3) The rates specified in this section are subject to revision
14 each year by the legislature.

15 NEW SECTION. **Sec. 505. FOR THE SUPERINTENDENT OF PUBLIC**
16 **INSTRUCTION--FOR PUPIL TRANSPORTATION**

17	General Fund--State Appropriation (FY 2014)	\$330,005,000
18	General Fund--State Appropriation (FY 2015)	\$330,842,000
19	Education Legacy Trust Account--State Appropriation . . .	\$144,147,000
20	TOTAL APPROPRIATION	\$804,994,000

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

23 (1) Each general fund fiscal year appropriation includes such funds
24 as are necessary to complete the school year ending in the fiscal year
25 and for prior fiscal year adjustments.

26 (2)(a) For the 2013-14 and 2014-15 school years, the superintendent
27 shall allocate funding to school district programs for the
28 transportation of students as provided in RCW 28A.160.192.

29 (b) From July 1, 2013 to August 31, 2013, the superintendent shall
30 allocate funding to school districts programs for the transportation of
31 students as provided in section 505, chapter 50, Laws of 2011 1st sp.
32 sess., as amended through section 505 of the 2013 omnibus supplemental
33 operating appropriations act.

34 (3) A maximum of \$892,000 of this fiscal year 2014 appropriation
35 and a maximum of \$892,000 of the fiscal year 2015 appropriation may be
36 expended for regional transportation coordinators and related
37 activities. The transportation coordinators shall ensure that data

1 submitted by school districts for state transportation funding shall,
2 to the greatest extent practical, reflect the actual transportation
3 activity of each district.

4 (4) The office of the superintendent of public instruction shall
5 provide reimbursement funding to a school district for school bus
6 purchases only after the superintendent of public instruction
7 determines that the school bus was purchased from the list established
8 pursuant to RCW 28A.160.195(2) or a comparable competitive bid process
9 based on the lowest price quote based on similar bus categories to
10 those used to establish the list pursuant to RCW 28A.160.195.

11 (5) The superintendent of public instruction shall base
12 depreciation payments for school district buses on the pre-sales tax
13 five-year average of lowest bids in the appropriate category of bus.
14 In the final year on the depreciation schedule, the depreciation
15 payment shall be based on the lowest bid in the appropriate bus
16 category for that school year.

17 (6) Funding levels in this section reflect waivers granted by the
18 state board of education for four-day school weeks as allowed under RCW
19 28A.305.141.

20 (7) The office of the superintendent of public instruction shall
21 annually disburse payments for bus depreciation in August.

22 NEW SECTION. **Sec. 506. FOR THE SUPERINTENDENT OF PUBLIC**
23 **INSTRUCTION--FOR SCHOOL FOOD SERVICE PROGRAMS**

24	General Fund--State Appropriation (FY 2014)	\$7,111,000
25	General Fund--State Appropriation (FY 2015)	\$7,111,000
26	General Fund--Federal Appropriation	\$473,326,000
27	TOTAL APPROPRIATION	\$487,548,000

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

30 (1) \$7,111,000 of the general fund--state appropriation for fiscal
31 year 2014 and \$7,111,000 of the general fund--state appropriation for
32 fiscal year 2015 are provided solely for state matching money for
33 federal child nutrition programs, and may support the meals for kids
34 program through the following allowable uses:

35 (a) Elimination of breakfast copays for eligible public school
36 students and lunch copays for eligible public school students in grades

1 kindergarten through third grade who are eligible for reduced price
2 lunch;

3 (b) Assistance to school districts and authorized public and
4 private nonprofit organizations for supporting summer food service
5 programs, and initiating new summer food service programs in low-income
6 areas;

7 (c) Reimbursements to school districts for school breakfasts served
8 to students eligible for free and reduced price lunch, pursuant to
9 chapter 287, Laws of 2005; and

10 (d) Assistance to school districts in initiating and expanding
11 school breakfast programs.

12 The office of the superintendent of public instruction shall report
13 annually to the fiscal committees of the legislature on annual
14 expenditures in (a), (b), and (c) of this subsection.

15 NEW SECTION. **Sec. 507. FOR THE SUPERINTENDENT OF PUBLIC**
16 **INSTRUCTION--FOR SPECIAL EDUCATION PROGRAMS**

17	General Fund--State Appropriation (FY 2014)	\$723,348,000
18	General Fund--State Appropriation (FY 2015)	\$743,458,000
19	General Fund--Federal Appropriation	\$462,023,000
20	Education Legacy Trust Account--State Appropriation	\$85,078,000
21	TOTAL APPROPRIATION	\$2,013,907,000

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

24 (1) Funding for special education programs is provided on an excess
25 cost basis, pursuant to RCW 28A.150.390. School districts shall ensure
26 that special education students as a class receive their full share of
27 the general apportionment allocation accruing through sections 502 and
28 504 of this act. To the extent a school district cannot provide an
29 appropriate education for special education students under chapter
30 28A.155 RCW through the general apportionment allocation, it shall
31 provide services through the special education excess cost allocation
32 funded in this section.

33 (2)(a) The superintendent of public instruction shall ensure that:
34 (i) Special education students are basic education students first;
35 (ii) As a class, special education students are entitled to the
36 full basic education allocation; and

1 (iii) Special education students are basic education students for
2 the entire school day.

3 (b) The superintendent of public instruction shall continue to
4 implement the full cost method of excess cost accounting, as designed
5 by the committee and recommended by the superintendent, pursuant to
6 section 501(1)(k), chapter 372, Laws of 2006.

7 (3) Each fiscal year appropriation includes such funds as are
8 necessary to complete the school year ending in the fiscal year and for
9 prior fiscal year adjustments.

10 (4)(a) For the 2013-14 and 2014-15 school years, the superintendent
11 shall allocate funding to school district programs for special
12 education students as provided in RCW 28A.150.390.

13 (b) From July 1, 2013 to August 31, 2013, the superintendent shall
14 allocate funding to school district programs for special education
15 students as provided in section 507, chapter 50, Laws of 2011 1st sp.
16 sess., as amended through section 507 of the 2013 omnibus supplemental
17 operating appropriations act.

18 (5) The following applies throughout this section: The definitions
19 for enrollment and enrollment percent are as specified in RCW
20 28A.150.390(3). Each district's general fund--state funded special
21 education enrollment shall be the lesser of the district's actual
22 enrollment percent or 12.7 percent.

23 (6) At the request of any interdistrict cooperative of at least 15
24 districts in which all excess cost services for special education
25 students of the districts are provided by the cooperative, the maximum
26 enrollment percent shall be calculated in accordance with RCW
27 28A.150.390(3) (c) and (d), and shall be calculated in the aggregate
28 rather than individual district units. For purposes of this
29 subsection, the average basic education allocation per full-time
30 equivalent student shall be calculated in the aggregate rather than
31 individual district units.

32 (7) \$34,227,000 of the general fund--state appropriation for fiscal
33 year 2014, \$35,592,000 of the general fund--state appropriation for
34 fiscal year 2015, and \$29,574,000 of the general fund--federal
35 appropriation are provided solely for safety net awards for districts
36 with demonstrated needs for special education funding beyond the
37 amounts provided in subsection (4) of this section. If the federal
38 safety net awards based on the federal eligibility threshold exceed the

1 federal appropriation in this subsection (7) in any fiscal year, the
2 superintendent shall expend all available federal discretionary funds
3 necessary to meet this need. At the conclusion of each school year,
4 the superintendent shall recover safety net funds that were distributed
5 prospectively but for which districts were not subsequently eligible.

6 (a) For the 2013-14 and 2014-15 school years, safety net funds
7 shall be awarded by the state safety net oversight committee as
8 provided in section 109(1) chapter 548, Laws of 2009 (ESHB 2261).

9 (b) The office of the superintendent of public instruction shall
10 make award determinations for state safety net funding in August of
11 each school year. Determinations on school district eligibility for
12 state safety net awards shall be based on analysis of actual
13 expenditure data from the current school year.

14 (8) A maximum of \$678,000 may be expended from the general fund--
15 state appropriations to fund 5.43 full-time equivalent teachers and 2.1
16 full-time equivalent aides at children's orthopedic hospital and
17 medical center. This amount is in lieu of money provided through the
18 home and hospital allocation and the special education program.

19 (9) The superintendent shall maintain the percentage of federal
20 flow-through to school districts at 85 percent. In addition to other
21 purposes, school districts may use increased federal funds for high-
22 cost students, for purchasing regional special education services from
23 educational service districts, and for staff development activities
24 particularly relating to inclusion issues.

25 (10) A school district may carry over from one year to the next
26 year up to 10 percent of the general fund--state funds allocated under
27 this program; however, carryover funds shall be expended in the special
28 education program.

29 (11) \$252,000 of the general fund--state appropriation for fiscal
30 year 2014 and \$252,000 of the general fund--state appropriation for
31 fiscal year 2015 are provided solely for two additional full-time
32 equivalent staff to support the work of the safety net committee and to
33 provide training and support to districts applying for safety net
34 awards.

35 (12) \$50,000 of the general fund--state appropriation for fiscal
36 year 2014, \$50,000 of the general fund--state appropriation for fiscal
37 year 2015, and \$100,000 of the general fund--federal appropriation

1 shall be expended to support a special education ombudsman program
2 within the office of superintendent of public instruction.

3 NEW SECTION. **Sec. 508. FOR THE SUPERINTENDENT OF PUBLIC**
4 **INSTRUCTION--FOR EDUCATIONAL SERVICE DISTRICTS**

5	General Fund--State Appropriation (FY 2014)	\$8,532,000
6	General Fund--State Appropriation (FY 2015)	\$8,540,000
7	TOTAL APPROPRIATION	\$17,072,000

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

10 (1) The educational service districts shall continue to furnish
11 financial services required by the superintendent of public instruction
12 and RCW 28A.310.190 (3) and (4).

13 (2) Funding within this section is provided for regional
14 professional development related to mathematics and science curriculum
15 and instructional strategies. Funding shall be distributed among the
16 educational service districts in the same proportion as distributions
17 in the 2007-2009 biennium. Each educational service district shall use
18 this funding solely for salary and benefits for a certificated
19 instructional staff with expertise in the appropriate subject matter
20 and in professional development delivery, and for travel, materials,
21 and other expenditures related to providing regional professional
22 development support.

23 (3) The educational service districts, at the request of the state
24 board of education pursuant to RCW 28A.310.010 and 28A.305.130, may
25 receive and screen applications for school accreditation, conduct
26 school accreditation site visits pursuant to state board of education
27 rules, and submit to the state board of education post-site visit
28 recommendations for school accreditation. The educational service
29 districts may assess a cooperative service fee to recover actual plus
30 reasonable indirect costs for the purposes of this subsection.

31 NEW SECTION. **Sec. 509. FOR THE SUPERINTENDENT OF PUBLIC**
32 **INSTRUCTION--FOR LOCAL EFFORT ASSISTANCE**

33	General Fund--State Appropriation (FY 2014)	\$314,451,000
34	General Fund--State Appropriation (FY 2015)	\$328,277,000
35	TOTAL APPROPRIATION	\$642,728,000

1 The appropriations in this section are subject to the following
2 conditions and limitations: For purposes of RCW 84.52.0531, the
3 increase per full-time equivalent student is 6.8 percent from the 2012-
4 13 school year to the 2013-14 school year and 1.7 percent from the
5 2013-14 school year to the 2014-15 school year.

6 NEW SECTION. **Sec. 510. FOR THE SUPERINTENDENT OF PUBLIC**
7 **INSTRUCTION--FOR INSTITUTIONAL EDUCATION PROGRAMS**

8	General Fund--State Appropriation (FY 2014)	\$15,292,000
9	General Fund--State Appropriation (FY 2015)	\$15,495,000
10	TOTAL APPROPRIATION	\$30,787,000

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

13 (1) Each general fund--state fiscal year appropriation includes
14 such funds as are necessary to complete the school year ending in the
15 fiscal year and for prior fiscal year adjustments.

16 (2) State funding provided under this section is based on salaries
17 and other expenditures for a 220-day school year. The superintendent
18 of public instruction shall monitor school district expenditure plans
19 for institutional education programs to ensure that districts plan for
20 a full-time summer program.

21 (3) State funding for each institutional education program shall be
22 based on the institution's annual average full-time equivalent student
23 enrollment. Staffing ratios for each category of institution shall
24 remain the same as those funded in the 1995-97 biennium.

25 (4) The funded staffing ratios for education programs for juveniles
26 age 18 or less in department of corrections facilities shall be the
27 same as those provided in the 1997-99 biennium.

28 (5) \$1,070,000 of the general fund--state appropriation for fiscal
29 year 2014 and \$1,070,000 of the general fund--state appropriation for
30 fiscal year 2015 are provided solely to maintain at least one
31 certificated instructional staff and related support services at an
32 institution whenever the K-12 enrollment is not sufficient to support
33 one full-time equivalent certificated instructional staff to furnish
34 the educational program. The following types of institutions are
35 included: Residential programs under the department of social and
36 health services for developmentally disabled juveniles, programs for

1 juveniles under the department of corrections, programs for juveniles
2 under the juvenile rehabilitation administration, and programs for
3 juveniles operated by city and county jails.

4 (6) Ten percent of the funds allocated for each institution may be
5 carried over from one year to the next.

6 NEW SECTION. **Sec. 511. FOR PROGRAMS FOR HIGHLY CAPABLE STUDENTS**

7	General Fund--State Appropriation (FY 2014)	\$9,489,000
8	General Fund--State Appropriation (FY 2015)	\$9,594,000
9	Education Legacy Trust Account--State Appropriation	\$153,000
10	TOTAL APPROPRIATION	\$19,236,000

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

13 (1) Each general fund fiscal year appropriation includes such funds
14 as are necessary to complete the school year ending in the fiscal year
15 and for prior fiscal year adjustments.

16 (2)(a) For the 2013-14 and 2014-15 school years, the superintendent
17 shall allocate funding to school district programs for highly capable
18 students as provided in RCW 28A.150.260(10)(c). In calculating the
19 allocations, the superintendent shall assume the following: (i)
20 Additional instruction of 2.1590 hours per week per funded highly
21 capable program student; (ii) fifteen highly capable program students
22 per teacher; (iii) 36 instructional weeks per year; (iv) 900
23 instructional hours per teacher; and (v) the district's average staff
24 mix and compensation rates as provided in sections 503 and 504 of this
25 act.

26 (b) From July 1, 2013, to August 31, 2013, the superintendent shall
27 allocate funding to school districts programs for highly capable
28 students as provided in section 511, chapter 50, Laws of 2011 1st sp.
29 sess., as amended through section 511 of the 2013 omnibus supplemental
30 operating appropriations act.

31 (3) \$85,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$85,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for the centrum program at Fort
34 Worden state park.

35 NEW SECTION. **Sec. 512. FOR THE SUPERINTENDENT OF PUBLIC**

1 **INSTRUCTION--FOR MISCELLANEOUS--NO CHILD LEFT BEHIND ACT**

2 General Fund--Federal Appropriation \$4,052,000

3 NEW SECTION. **Sec. 513. FOR THE SUPERINTENDENT OF PUBLIC**
4 **INSTRUCTION--EDUCATION REFORM PROGRAMS**

5 General Fund--State Appropriation (FY 2014) \$138,860,000

6 General Fund--State Appropriation (FY 2015) \$101,615,000

7 General Fund--Federal Appropriation \$206,243,000

8 General Fund--Private/Local Appropriation \$4,002,000

9 Education Legacy Trust Account--State Appropriation \$1,599,000

10 TOTAL APPROPRIATION \$452,319,000

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

13 (1) \$44,120,000 of the general fund--state appropriation for fiscal
14 year 2014, \$28,232,000 of the general fund--state appropriation for
15 fiscal year 2015, \$1,350,000 of the education legacy trust account--
16 state appropriation, and \$15,868,000 of the general fund--federal
17 appropriation are provided solely for development and implementation of
18 the Washington state assessment system, including: (a) Development and
19 implementation of retake assessments for high school students who are
20 not successful in one or more content areas and (b) development and
21 implementation of alternative assessments or appeals procedures to
22 implement the certificate of academic achievement. The superintendent
23 of public instruction shall report quarterly on the progress on
24 development and implementation of alternative assessments or appeals
25 procedures. Within these amounts, the superintendent of public
26 instruction shall contract for the early return of 10th grade student
27 assessment results, on or around June 10th of each year. State funding
28 to districts shall be limited to one collection of evidence payment per
29 student, per content-area assessment. Amounts in this subsection are
30 adjusted to reflect savings from enacting legislation that redesigns
31 statewide student assessments using consortium-developed assessments to
32 align with the common core state standards and reduces the number of
33 statewide student assessments.

34 (2) \$356,000 of the general fund--state appropriation for fiscal
35 year 2014 and \$356,000 of the general fund--state appropriation for
36 fiscal year 2015 are provided solely for the Washington state
37 leadership and assistance for science education reform (LASER) regional

1 partnership activities coordinated at the Pacific science center,
2 including instructional material purchases, teacher and principal
3 professional development, and school and community engagement events.

4 (3) \$980,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$980,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for improving technology
7 infrastructure, monitoring and reporting on school district technology
8 development, promoting standards for school district technology,
9 promoting statewide coordination and planning for technology
10 development, and providing regional educational technology support
11 centers, including state support activities, under chapter 28A.650 RCW.

12 (4) \$5,851,000 of the general fund--state appropriation for fiscal
13 year 2014 and \$3,935,000 of the general fund--state appropriation for
14 fiscal year 2014 are provided solely for implementation of a new
15 performance-based evaluation for certificated educators and other
16 activities as provided in chapter 235, Laws of 2010 (education reform)
17 and chapter 35, Laws of 2012 (certificated employee evaluations).

18 (5)(a) \$45,263,000 of the general fund--state appropriation for
19 fiscal year 2014 and \$49,673,000 of the general fund--state
20 appropriation for fiscal year 2015 are provided solely for the
21 following bonuses for teachers who hold valid, unexpired certification
22 from the national board for professional teaching standards and who are
23 teaching in a Washington public school, subject to the following
24 conditions and limitations:

25 (i) For national board certified teachers, a bonus of \$5,090 per
26 teacher in the 2013-14 and 2014-15 school years;

27 (ii) An additional \$5,000 annual bonus shall be paid to national
28 board certified teachers who teach in either: (A) High schools where
29 at least 50 percent of student headcount enrollment is eligible for
30 federal free or reduced price lunch, (B) middle schools where at least
31 60 percent of student headcount enrollment is eligible for federal free
32 or reduced price lunch, or (C) elementary schools where at least 70
33 percent of student headcount enrollment is eligible for federal free or
34 reduced price lunch;

35 (iii) The superintendent of public instruction shall adopt rules to
36 ensure that national board certified teachers meet the qualifications
37 for bonuses under (a)(ii) of this subsection for less than one full
38 school year receive bonuses in a pro-rated manner. All bonuses in

1 (a)(i) and (ii) of this subsection will be paid in July of each school
2 year. Bonuses in (a)(i) and (ii) of this subsection shall be reduced
3 by a factor of 40 percent for first year NBPTS certified teachers, to
4 reflect the portion of the instructional school year they are
5 certified; and

6 (iv) During the 2013-14 and 2014-15 school years, and within
7 available funds, certificated instructional staff who have met the
8 eligibility requirements and have applied for certification from the
9 national board for professional teaching standards may receive a
10 conditional loan of two thousand dollars or the amount set by the
11 office of the superintendent of public instruction to contribute toward
12 the current assessment fee, not including the initial up-front
13 candidacy payment. The fee shall be an advance on the first annual
14 bonus under RCW 28A.405.415. The conditional loan is provided in
15 addition to compensation received under a district's salary schedule
16 and shall not be included in calculations of a district's average
17 salary and associated salary limitation under RCW 28A.400.200.
18 Recipients who fail to receive certification after three years are
19 required to repay the conditional loan. The office of the
20 superintendent of public instruction shall adopt rules to define the
21 terms for initial grant of the assessment fee and repayment, including
22 applicable fees. To the extent necessary, the superintendent may use
23 revenues from the repayment of conditional loan scholarships to ensure
24 payment of all national board bonus payments required by this section
25 in each school year.

26 (6) \$477,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$477,000 of the general fund--state appropriation for
28 fiscal year 2015 are provided solely for the leadership internship
29 program for superintendents, principals, and program administrators.

30 (7) \$950,000 of the general fund--state appropriation for fiscal
31 year 2014 and \$950,000 of the general fund--state appropriation for
32 fiscal year 2015 are provided solely for the Washington reading corps.
33 The superintendent shall allocate reading corps members to low-
34 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 (8) \$810,000 of the general fund--state appropriation for fiscal
38 year 2014 and \$810,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for the development of a
2 leadership academy for school principals and administrators. The
3 superintendent of public instruction shall contract with an independent
4 organization to operate a state-of-the-art education leadership academy
5 that will be accessible throughout the state. Semiannually the
6 independent organization shall report on amounts committed by
7 foundations and others to support the development and implementation of
8 this program. Leadership academy partners shall include the state
9 level organizations for school administrators and principals, the
10 superintendent of public instruction, the professional educator
11 standards board, and others as the independent organization shall
12 identify.

13 (9) \$3,234,000 of the general fund--state appropriation for fiscal
14 year 2014 and \$3,234,000 of the general fund--state appropriation for
15 fiscal year 2015 are provided solely for grants to school districts to
16 provide a continuum of care for children and families to help children
17 become ready to learn. Grant proposals from school districts shall
18 contain local plans designed collaboratively with community service
19 providers. If a continuum of care program exists in the area in which
20 the school district is located, the local plan shall provide for
21 coordination with existing programs to the greatest extent possible.

22 (10) \$1,500,000 of the general fund--state appropriation for fiscal
23 year 2014 and \$1,500,000 of the general fund--state appropriation for
24 fiscal year 2015 are provided solely for the implementation of chapter
25 288, Laws of 2011 (actual student success program), including
26 allocations to the opportunity internship program, the jobs for
27 America's graduates program, the building bridges program, services
28 provided by a college scholarship organization. Funding shall not be
29 used in the 2013-15 fiscal biennium to provide awards for schools and
30 school districts.

31 (11) \$2,000,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$2,000,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for a statewide information
34 technology (IT) academy program. This public-private partnership will
35 provide educational software, as well as IT certification and software
36 training opportunities for students and staff in public schools.

37 (12) \$1,277,000 of the general fund--state appropriation for fiscal
38 year 2014 and \$1,277,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for secondary career and technical
2 education grants pursuant to chapter 170, Laws of 2008. If equally
3 matched by private donations, \$300,000 of the 2014 appropriation and
4 \$300,000 of the 2015 appropriation shall be used to support FIRST
5 robotics programs. Of the amounts in this subsection, \$100,000 of the
6 fiscal year 2014 appropriation and \$100,000 of the fiscal year 2015
7 appropriation are provided solely for the purpose of statewide
8 supervision activities for career and technical education student
9 leadership organizations.

10 (13) \$125,000 of the general fund--state appropriation for fiscal
11 year 2014 and \$125,000 of the general fund--state appropriation for
12 fiscal year 2015 are provided solely for (a) staff at the office of the
13 superintendent of public instruction to coordinate and promote efforts
14 to develop integrated math, science, technology, and engineering
15 programs in schools and districts across the state; and (b) grants of
16 \$2,500 to provide twenty middle and high school teachers each year with
17 professional development training for implementing integrated math,
18 science, technology, and engineering programs in their schools.

19 (14) \$135,000 of the general fund--state appropriation for fiscal
20 year 2014 and \$135,000 of the general fund--state appropriation for
21 fiscal year 2015 are provided solely for science, technology,
22 engineering and mathematics lighthouse projects, consistent with
23 chapter 238, Laws of 2010.

24 (15) \$1,000,000 of the general fund--state appropriation for fiscal
25 year 2014 and \$1,000,000 of the general fund--state appropriation for
26 fiscal year 2015 are provided solely for a beginning educator support
27 program. School districts and/or regional consortia may apply for
28 grant funding. The superintendent shall implement this program in 5 to
29 15 school districts and/or regional consortia. The program provided by
30 a district and/or regional consortia shall include: A paid
31 orientation; assignment of a qualified mentor; development of a
32 professional growth plan for each beginning teacher aligned with
33 professional certification; release time for mentors and new teachers
34 to work together; and teacher observation time with accomplished peers.
35 \$250,000 may be used to provide statewide professional development
36 opportunities for mentors and beginning educators.

37 (16) \$250,000 of the general fund--state appropriation for fiscal
38 year 2014 and \$250,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for advanced project lead the way
2 courses at ten high schools. To be eligible for funding in 2014, a
3 high school must have offered a foundational project lead the way
4 course during the 2012-13 school year. The 2014 funding must be used
5 for one-time start-up course costs for an advanced project lead the way
6 course, to be offered to students beginning in the 2013-14 school year.
7 To be eligible for funding in 2015, a high school must have offered a
8 foundational project lead the way course during the 2013-14 school
9 year. The 2015 funding must be used for one-time start-up course costs
10 for an advanced project lead the way course, to be offered to students
11 beginning in the 2014-15 school year. The office of the superintendent
12 of public instruction and the education research and data center at the
13 office of financial management shall track student participation and
14 long-term outcome data.

15 (17) \$300,000 of the general fund--state appropriation for fiscal
16 year 2014 and \$300,000 of the general fund--state appropriation for
17 fiscal year 2015 are provided solely for annual start-up grants for
18 aerospace and manufacturing technical programs housed at four skill
19 centers. The grants are provided for start-up equipment and curriculum
20 purchases. To be eligible for funding, the skill center must agree to
21 provide regional high schools with access to a technology laboratory,
22 expand manufacturing certificate and course offerings at the skill
23 center, and provide a laboratory space for local high school teachers
24 to engage in professional development in the instruction of courses
25 leading to student employment certification in the aerospace and
26 manufacturing industries. Once a skill center receives a start-up
27 grant, it is ineligible for additional start-up funding in the
28 following school year. The office of the superintendent of public
29 instruction shall administer the grants in consultation with the center
30 for excellence for aerospace and advanced materials manufacturing.

31 (18) \$150,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$150,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for annual start-up grants to six
34 high schools to implement the aerospace assembler program.
35 Participating high schools must agree to offer the aerospace assembler
36 training program to students by spring semester of school year 2013-14.
37 Once a high school receives a start-up grant, it is ineligible for
38 additional start-up funding in the following school year. The office

1 of the superintendent of public instruction and the education research
2 and data center at the office of financial management shall track
3 student participation and long-term outcome data.

4 (19) \$75,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$75,000 of the general fund--state appropriation for
6 fiscal year 2015 is provided solely to subsidize the cost of national
7 career readiness certification testing for the state's graduates of the
8 aerospace assembly and advanced manufacturing high school and skill
9 center programs. To be eligible for the subsidy, a student must be
10 enrolled or eligible to participate in the federal free or reduced
11 price lunch program.

12 (20)(a) \$3,883,000 of the general fund--state appropriation for
13 fiscal year 2014 and \$55,000 of the general fund--state appropriation
14 for fiscal year 2015 are provided solely for implementation of House
15 Bill No. 1680 (educational opportunity gap). If the bill is not
16 enacted by June 30, 2013, the amounts provided in this subsection shall
17 lapse.

18 (b) Of the amount appropriated for fiscal year 2014 under (a) of
19 this subsection, \$1,000,000 is provided solely for implementation of
20 section 202 of House Bill No. 1680. If section 202 of House Bill No.
21 1680 is not enacted by June 30, 2013, the amount provided in this
22 subsection (20)(b) shall lapse.

23 (c) Of the amount appropriated for fiscal year 2014 under (a) of
24 this subsection, \$990,000 is provided solely for implementation of
25 section 402 of House Bill No. 1680. If section 402 of House Bill No.
26 1680 is not enacted by June 30, 2013, the amount provided in this
27 subsection (20)(c) shall lapse.

28 (21) \$25,000,000 of the general fund--state appropriation for
29 fiscal year 2014 and \$5,000,000 of the general fund--state
30 appropriation for fiscal year 2015 are provided solely for the
31 provision of training for teachers in the performance-based teacher
32 principal evaluation program.

33 (22) \$109,000 of the general fund--state appropriation for fiscal
34 year 2014 and \$99,000 of the general fund--state appropriation for
35 fiscal year 2015 are provided solely for the office of the
36 superintendent of public instruction to implement a youth dropout
37 prevention program that incorporates partnerships between community-
38 based organizations, schools, food banks and farms or gardens. The

1 office of the superintendent of public instruction shall select one
2 school district that must partner with an organization that is
3 operating an existing similar program and that also has the ability to
4 serve at least 40 students. Of the amount appropriated in this
5 subsection, up to \$10,000 may be used by the office of the
6 superintendent of public instruction for administration of the program.

7 NEW SECTION. **Sec. 514. FOR THE SUPERINTENDENT OF PUBLIC**
8 **INSTRUCTION--FOR TRANSITIONAL BILINGUAL PROGRAMS**

9	General Fund--State Appropriation (FY 2014)	\$93,928,000
10	General Fund--State Appropriation (FY 2015)	\$104,316,000
11	General Fund--Federal Appropriation	\$71,015,000
12	TOTAL APPROPRIATION	\$269,259,000

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

15 (1) Each general fund fiscal year appropriation includes such funds
16 as are necessary to complete the school year ending in the fiscal year
17 and for prior fiscal year adjustments.

18 (2)(a) For the 2013-14 and 2014-15 school years, the superintendent
19 shall allocate funding to school districts for transitional bilingual
20 programs as provided in RCW 28A.150.260(10)(b). In calculating the
21 allocations, the superintendent shall assume the following averages:

- 22 (i) Additional instruction of 4.7780 hours per week per transitional
- 23 bilingual program student in grades kindergarten through six in school
- 24 years 2013-14 and 2014-15; (ii) additional instruction of 5.0224 hours
- 25 per week in school year 2013-14 and 5.2668 hours per week in school
- 26 year 2014-15 per transitional bilingual program student in grades seven
- 27 through eight; (iii) additional instruction of 5.4224 hours per week in
- 28 school year 2013-14 and 6.0668 hours per week in school year 2014-15
- 29 per transitional bilingual program student in grades nine through
- 30 twelve; (iv) additional instruction of 0.6000 hours per week in school
- 31 year 2013-14 for the head count number of students who have exited the
- 32 transitional bilingual instruction program within the previous school
- 33 year based on their performance on the English proficiency assessment;
- 34 (v) additional instruction of 1.2000 hours per week in school year
- 35 2014-15 for the head count number of students who have exited the
- 36 transitional bilingual instruction program within the previous two
- 37 years based on their performance on the English proficiency assessment;

1 (vi) fifteen transitional bilingual program students per teacher; (vii)
2 36 instructional weeks per year; (viii) 900 instructional hours per
3 teacher; and (ix) the district's average staff mix and compensation
4 rates as provided in sections 503 and 504 of this act.

5 (b) From July 1, 2013, to August 31, 2013, the superintendent shall
6 allocate funding to school districts for transitional bilingual
7 instruction programs as provided in section 514, chapter 50, Laws of
8 2011 1st sp. sess., as amended through section 512 of the 2013 omnibus
9 supplemental operating appropriations act.

10 (3) The superintendent may withhold allocations to school districts
11 in subsection (2) of this section solely for the central provision of
12 assessments as provided in RCW 28A.180.090 (1) and (2) up to the
13 following amounts: 1.56 percent for school year 2013-14 and 1.41
14 percent for school year 2014-15.

15 (4) The general fund--federal appropriation in this section is for
16 migrant education under Title I Part C and English language
17 acquisition, and language enhancement grants under Title III of the
18 elementary and secondary education act.

19 (5) \$35,000 of the general fund--state appropriation for fiscal
20 year 2014 and \$35,000 of the general fund--state appropriation for
21 fiscal year 2015 are provided solely to track current and former
22 transitional bilingual program students.

23 NEW SECTION. **Sec. 515. FOR THE SUPERINTENDENT OF PUBLIC**
24 **INSTRUCTION--FOR THE LEARNING ASSISTANCE PROGRAM**

25	General Fund--State Appropriation (FY 2014)	\$140,495,000
26	General Fund--State Appropriation (FY 2015)	\$152,956,000
27	General Fund--Federal Appropriation	\$448,435,000
28	Education Legacy Trust Account--State Appropriation	\$701,000
29	TOTAL APPROPRIATION	\$742,587,000

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

32 (1) The general fund--state appropriations in this section are
33 subject to the following conditions and limitations:

34 (a) The appropriations include such funds as are necessary to
35 complete the school year ending in the fiscal year and for prior fiscal
36 year adjustments.

1 (b)(i) For the 2013-14 and 2014-15 school years, the superintendent
2 shall allocate funding to school districts for learning assistance
3 programs as provided in RCW 28A.150.260(10)(a). In calculating the
4 allocations, the superintendent shall assume the following averages:
5 (A) Additional instruction of 1.6125 hours per week per funded learning
6 assistance program student for the 2013-14 school year and 1.7094 hours
7 per week for the 2014-15 school year; (B) fifteen learning assistance
8 program students per teacher; (C) 36 instructional weeks per year; (D)
9 900 instructional hours per teacher; and (E) the district's average
10 staff mix and compensation rates as provided in sections 503 and 504 of
11 this act.

12 (ii) From July 1, 2013, to August 31, 2013, the superintendent
13 shall allocate funding to school districts for learning assistance
14 programs as provided in section 515, chapter 50, Laws of 2011 1st sp.
15 sess., as amended through section 513 of the 2013 omnibus supplemental
16 operating appropriations act.

17 (c) A school district's funded students for the learning assistance
18 program shall be the sum of the district's full-time equivalent
19 enrollment in grades K-12 for the prior school year multiplied by the
20 district's percentage of October headcount enrollment in grades K-12
21 eligible for free or reduced price lunch in the prior school year.

22 (2) Allocations made pursuant to subsection (1) of this section
23 shall be adjusted to reflect ineligible applications identified through
24 the annual income verification process required by the national school
25 lunch program, as recommended in the report of the state auditor on the
26 learning assistance program dated February, 2010.

27 (3) The general fund--federal appropriation in this section is
28 provided for Title I Part A allocations of the no child left behind act
29 of 2001.

30 (4) A school district may carry over from one year to the next up
31 to 10 percent of the general fund--state funds allocated under this
32 program; however, carryover funds shall be expended for the learning
33 assistance program.

34 NEW SECTION. **Sec. 516. FOR THE SUPERINTENDENT OF PUBLIC**
35 **INSTRUCTION**

36 (1) Amounts distributed to districts by the superintendent through
37 part V of this act are for allocations purposes only, unless specified

1 by part V of this act, and do not entitle a particular district,
2 district employee, or student to a specific service, beyond what has
3 been expressly provided in statute. Part V of this act restates the
4 requirements of various sections of Title 28A RCW. If any conflict
5 exists, the provisions of Title 28A RCW control unless this act
6 explicitly states that it is providing an enhancement. Any amounts
7 provided in part V of this act in excess of the amounts required by
8 Title 28A RCW provided in statute, are not within the program of basic
9 education unless clearly stated by this act.

10 (2) To the maximum extent practicable, when adopting new or revised
11 rules or policies relating to the administration of allocations in part
12 V of this act that result in fiscal impact, the office of the
13 superintendent of public instruction shall attempt to seek legislative
14 approval through the budget request process.

15 (3) Appropriations made in this act to the office of the
16 superintendent of public instruction shall initially be allotted as
17 required by this act. Subsequent allotment modifications shall not
18 include transfers of moneys between sections of this act.

(End of part)

1 associated benefits for faculty who qualify through professional
2 development and training.

3 (b) For employees under the jurisdiction of chapter 41.56 RCW,
4 salary increases will be in accordance with the applicable collective
5 bargaining agreement. However, an increase shall not be provided to
6 any classified employee whose salary is above the approved salary range
7 maximum for the class to which the employee's position is allocated.

8 (c) For each institution of higher education receiving
9 appropriations under sections 606 through 611 of this act:

10 (i) The only allowable salary increases are those associated with
11 normally occurring promotions and increases related to faculty and
12 staff retention; and

13 (ii) Institutions may provide salary increases from other sources
14 to instructional and research faculty at the universities and The
15 Evergreen State College, exempt professional staff, teaching and
16 research assistants, as classified by the office of financial
17 management, and all other nonclassified staff, but not including
18 employees under chapter 41.80 RCW. Any salary increase granted under
19 the authority of this subsection (4)(c)(ii) shall not be included in an
20 institution's salary base for future state funding. It is the intent
21 of the legislature that state general fund support for an institution
22 shall not increase during the current or any future biennium as a
23 result of any salary increases authorized under this subsection
24 (4)(c)(ii).

25 NEW SECTION. **Sec. 602.** (1) Within the amounts appropriated in
26 this act, each institution of higher education is expected to enroll
27 and educate at least the following numbers of full-time equivalent
28 state- supported students per academic year:

	2013-14	2014-15
	Annual Average	Annual Average
31 University of Washington	37,162	37,162
32 Washington State University	22,228	22,228
33 Central Washington University	8,808	8,808
34 Eastern Washington University	8,734	8,734
35 The Evergreen State College	4,213	4,213

1	Western Washington University	11,762	11,762
2	State Board for Community &		
3	Technical Colleges		
4	Adult Students	139,237	139,237
5	Running Start Students	11,558	11,558

(2) In achieving or exceeding these enrollment targets, each institution shall seek to:

(a) Maintain and to the extent possible increase enrollment opportunities at branch campuses;

(b) Maintain and to the extent possible increase enrollment opportunities at university centers and other partnership programs that enable students to earn baccalaureate degrees on community college campuses; and

(c) Eliminate and consolidate programs of study for which there is limited student or employer demand, or that are not areas of core academic strength for the institution, particularly when such programs duplicate offerings by other in-state institutions.

(3) For purposes of monitoring and reporting statewide enrollment, the University of Washington and Washington State University shall notify the office of financial management of the number of full-time student equivalent enrollments budgeted for each of their campuses.

NEW SECTION. Sec. 603. PUBLIC BACCALAUREATE INSTITUTIONS

(1) In order to operate within the state funds appropriated in this act, the governing boards of the state research universities, the state regional universities, and The Evergreen State College are authorized to adopt and adjust tuition and fees for the 2013-14 and 2014-15 academic years as provided in this section.

(2) For the purposes of chapter 28B.15 RCW, the omnibus appropriations act assumes increases of tuition levels for resident undergraduate students over the amounts charged to resident undergraduate students for the prior year, as follows:

University of Washington	5%
Washington State University	5%

1	Central Washington University	3%
2	Eastern Washington University	3%
3	The Evergreen State College	3%
4	Western Washington University	5%

5 (3) The governing boards of the state research universities, the
6 state regional universities, and The Evergreen State College may exceed
7 the tuition levels assumed in subsection (2) of this section. However,
8 to the extent that tuition levels exceed the tuition levels assumed in
9 subsection (2) of this section, the institution shall be subject to the
10 conditions and limitations provided in chapter 28B.15 RCW as amended by
11 chapter 10, Laws of 2011 sp. sess. (higher education opportunity act).
12 In order to facilitate the full implementation of chapter 10, Laws of
13 2011 sp. sess., the institutions of higher education are authorized to
14 adopt tuition levels that are less than, equal to, or greater than the
15 tuition levels assumed in subsection (2) of this section.

16 (4) Each governing board is authorized to increase tuition charges
17 to graduate and professional students, and to nonresident undergraduate
18 students, by amounts judged reasonable and necessary by the governing
19 board.

20 (5) Each governing board is authorized to increase summer quarter
21 or semester tuition fees for resident and nonresident undergraduate,
22 graduate, and professional students pursuant to RCW 28B.15.067.

23 (6) Each governing board is authorized to adopt or increase charges
24 for fee-based, self-sustaining degree programs, credit courses,
25 noncredit workshops and courses, and special contract courses by
26 amounts judged reasonable and necessary by the governing board.

27 (7) Each governing board is authorized to adopt or increase
28 services and activities fees for all categories of students as provided
29 in RCW 28B.15.069.

30 (8) Each governing board is authorized to adopt or increase
31 technology fees as provided in RCW 28B.15.069.

32 (9) Each governing board is authorized to adopt or increase special
33 course and lab fees, and health and counseling fees, to the extent
34 necessary to cover the reasonable and necessary exceptional cost of the
35 course or service.

36 (10) Each governing board is authorized to adopt or increase

1 administrative fees such as, but not limited to, those charged for
2 application, matriculation, special testing, and transcripts by amounts
3 judged reasonable and necessary by the governing board.

4 (11) The state universities, the regional universities, and The
5 Evergreen State College must accept the transfer of college-level
6 courses taken by running start students if a student seeking a transfer
7 of the college-level courses has been admitted to the state university,
8 the regional university, or The Evergreen State College, and if the
9 college-level courses are recognized as transferrable by the admitting
10 institution of higher education.

11 NEW SECTION. **Sec. 604. STATE BOARD FOR COMMUNITY AND TECHNICAL**
12 **COLLEGES**

13 (1) The state board may increase the tuition fees charged to
14 resident undergraduate students by no more than three percent over the
15 amounts charged to resident undergraduates during the prior academic
16 year. The board may increase tuition fees under this subsection
17 differentially based on student credit hour load, provided that the
18 overall increase in average tuition revenue per student does not exceed
19 three percent.

20 (2) Appropriations in section 605 include the restoration of the
21 three percent reduction in compensation costs taken in the 2011-2013
22 fiscal biennium. This funding is sufficient to implement 2013-2015
23 collective bargaining agreements at institutions of higher education
24 negotiated under chapter 41.80 RCW. The colleges may also use the
25 restored funds for any other purpose including restoring prior
26 compensation reductions, increasing compensation, and implementing
27 other collective bargaining agreements.

28 (3) The state board may increase the tuition fees charged to
29 nonresident students by amounts judged reasonable and necessary by the
30 board.

31 (4) The trustees of the technical colleges are authorized to either
32 (a) increase operating fees for resident undergraduates by no more than
33 three percent over the amounts charged to resident undergraduates
34 during the prior academic year; or (b) fully adopt the tuition fee
35 charge schedule adopted by the state board for community colleges.

36 (5) For academic years 2013-14 and 2014-15, the trustees of the

1 technical colleges are authorized to increase building fees by an
2 amount judged reasonable in order to progress toward parity with the
3 building fees charged students attending the community colleges.

4 (6) The state board is authorized to increase the maximum allowable
5 services and activities fees as provided in RCW 28B.15.069. The
6 trustees of the community and technical colleges are authorized to
7 increase services and activities fees up to the maximum level
8 authorized by the state board.

9 (7) The trustees of the community and technical colleges are
10 authorized to adopt or increase charges for fee-based, self-sustaining
11 programs such as summer session, international student contracts, and
12 special contract courses by amounts judged reasonable and necessary by
13 the trustees.

14 (8) The trustees of the community and technical colleges are
15 authorized to adopt or increase special course and lab fees to the
16 extent necessary to cover the reasonable and necessary exceptional cost
17 of the course or service.

18 (9) The trustees of the community and technical colleges are
19 authorized to adopt or increase administrative fees such as but not
20 limited to those charged for application, matriculation, special
21 testing, and transcripts by amounts judged reasonable and necessary by
22 the trustees.

23 NEW SECTION. **Sec. 605. FOR THE STATE BOARD FOR COMMUNITY AND**
24 **TECHNICAL COLLEGES**

25	General Fund--State Appropriation (FY 2014)	\$548,495,000
26	General Fund--State Appropriation (FY 2015)	\$549,676,000
27	Community/Technical College Capital Projects	
28	Account--State Appropriation	\$17,548,000
29	Education Legacy Trust Account--State	
30	Appropriation	\$110,469,000
31	TOTAL APPROPRIATION	\$1,226,188,000

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

34 (1) When implementing the appropriations in this section, the state
35 board and the trustees of the individual community and technical
36 colleges shall minimize impact on academic programs, maximize
37 reductions in administration, and shall at least maintain, and endeavor

1 to increase, enrollment opportunities and degree and certificate
2 production in high employer-demand fields of study at their academic
3 year 2008-09 levels.

4 (2) \$33,261,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$33,261,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely as special funds for training and
7 related support services, including financial aid, as specified in RCW
8 28C.04.390. Funding is provided to support at least 6,200 full-time
9 equivalent students in fiscal year 2014 and at least 6,200 full-time
10 equivalent students in fiscal year 2015.

11 (3) \$5,450,000 of the education legacy trust account--state
12 appropriation is provided solely for administration and customized
13 training contracts through the job skills program.

14 (4) \$3,928,000 of the education legacy trust account appropriation
15 is provided solely for the expansion of enrollment in aerospace and
16 STEM (science, technology, engineering and math) programs. The state
17 board will work with the education research and data center to
18 establish program baselines and demonstrate enrollment increases. By
19 September 1, 2014, and each September 1st thereafter, the state board
20 shall provide a report that provides the specific detail on how these
21 amounts were spent in the preceding fiscal year, any process changes or
22 best-practices implemented by the colleges, and how many students are
23 enrolled in aerospace and STEM programs above the 2012-2013 academic
24 year baseline.

25 (5) \$200,000 of the education legacy trust account appropriation is
26 provided solely for the aerospace center of excellence currently hosted
27 by Everett community college to:

28 (a) Increase statewide communications and outreach between industry
29 sectors, industry organizations, businesses, K-12 schools, colleges,
30 and universities;

31 (b) Enhance information technology to increase business and student
32 accessibility and use of the center's web site; and

33 (c) Act as the information entry point for prospective students and
34 job seekers regarding education, training, and employment in the
35 industry.

36 (6) \$362,000 of the education legacy trust account appropriation is
37 provided solely for the opportunity center for employment and education

1 internet technology integration project at north Seattle community
2 college.

3 (7) \$510,000 of the education legacy trust account appropriation is
4 provided solely for implementation of a maritime industries training
5 program at south Seattle community college.

6 (8) \$200,000 of the general fund--state appropriation for fiscal
7 year 2014 and \$200,000 of the general fund--state appropriation for
8 fiscal year 2015 are provided solely for the labor center at the
9 Georgetown south Seattle community college campus. \$50,000 of the
10 amount provided in this subsection for fiscal year 2014 and \$50,000 of
11 the amounts for 2015 are provided solely for the labor center archive
12 project.

13 (9) \$10,000,000 of the education legacy trust account appropriation
14 is provided solely for the student achievement initiative.

15 (10) \$75,000 of the general fund--state appropriation for fiscal
16 year 2014 is provided solely for the implementation of Second
17 Substitute House Bill No. 1680 (education opportunity gap). If the
18 bill is not enacted by June 30, 2013, the amount provided in this
19 subsection shall lapse.

20 (11) Community and technical colleges are not required to send mass
21 mailings of course catalogs to residents of their districts. Community
22 and technical colleges shall consider lower cost alternatives, such as
23 mailing postcards or brochures that direct individuals to online
24 information and other ways of acquiring print catalogs.

25 (12) Within existing funds, boards of the trustees at the community
26 and technical colleges shall award faculty salary step increases,
27 pursuant to locally bargained agreements and the provisions of House
28 Bill No. 1348 (community and tech colleges).

29 (13) The state board for community and technical colleges shall not
30 use funds appropriated in this section to support intercollegiate
31 athletics programs.

32 **NEW SECTION. Sec. 606. FOR THE UNIVERSITY OF WASHINGTON**

33	General Fund--State Appropriation (FY 2014)	\$227,004,000
34	General Fund--State Appropriation (FY 2015)	\$226,894,000
35	Geoduck Aquaculture Research Account--State	
36	Appropriation	\$300,000
37	Education Legacy Trust Account--State Appropriation	\$20,769,000

1	Economic Development Strategic Reserve Account--	
2	State Appropriation	\$3,000,000
3	Biotoxin Account--State Appropriation	\$390,000
4	Accident Account--State Appropriation	\$6,767,000
5	Medical Aid Account--State Appropriation	\$6,566,000
6	TOTAL APPROPRIATION	\$491,690,000

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

9 (1) In implementing the appropriations in this section, the
10 president and regents shall seek to minimize impacts on student
11 services and instructional programs by maximizing reductions in
12 administration and other noninstructional activities.

13 (2) \$300,000 of the geoduck aquaculture research account--state
14 appropriation is provided solely for the University of Washington sea
15 grant program to commission scientific research studies that examine
16 possible negative and positive effects, including the cumulative
17 effects and the economic contribution, of evolving shellfish
18 aquaculture techniques and practices on Washington's economy and marine
19 ecosystems. The research conducted for the studies is not intended to
20 be a basis for an increase in the number of shellfish harvesting
21 permits available and should be coordinated with any research efforts
22 related to ocean acidification. The University of Washington must
23 submit an annual report detailing any findings and outline the progress
24 of the study, consistent with RCW 43.01.036, to the appropriate
25 legislative committees by December 1st of each year.

26 (3) \$52,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$52,000 of the general fund--state appropriation for
28 fiscal year 2015 are provided solely for the center for international
29 trade in forest products in the college of forest resources.

30 (4) \$2,000,000 of the education legacy trust account appropriation
31 is provided solely for the college of engineering to support an
32 increase in the number of engineering graduates by 425 students. By
33 September 1, 2013, and each September 1st thereafter, the university
34 shall provide an updated report that provides the specific detail on
35 how these amounts were spent in the preceding fiscal year, any process
36 changes or best-practices implemented by the college, and how many
37 students are enrolled in engineering programs above the baseline.

1 (5) \$14,491,000 of the education legacy trust account appropriation
2 is provided solely for the expansion of computer science and
3 engineering enrollments. The university will work with the education
4 research and data center to establish program baselines and demonstrate
5 enrollment increases. By September 1, 2014, and each September 1st
6 thereafter, the university shall provide a report that provides the
7 specific detail on how these amounts were spent in the preceding fiscal
8 year, any process changes or best-practices implemented by the college,
9 and how many students are enrolled in computer science and engineering
10 programs above the 2012-2013 academic year baseline.

11 (6) \$6,000,000 of the general fund--state appropriation for fiscal
12 year 2014 and \$6,000,000 of the general fund--state appropriation for
13 fiscal year 2015 are provided solely for creation of a clean energy
14 institute. The institute shall integrate physical sciences and
15 engineering with a research focus on energy storage and solar energy.

16 (7) \$3,000,000 of the economic development strategic reserve
17 account appropriation is provided solely to support the joint center
18 for aerospace innovation technology.

19 (8) The University of Washington shall not use funds appropriated
20 in this section to support intercollegiate athletics programs.

21 **NEW SECTION. Sec. 607. FOR WASHINGTON STATE UNIVERSITY**

22	General Fund--State Appropriation (FY 2014)	\$147,413,000
23	General Fund--State Appropriation (FY 2015)	\$149,072,000
24	Education Legacy Trust Account--State Appropriation	\$39,377,000
25	TOTAL APPROPRIATION	\$335,862,000

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

28 (1) In implementing the appropriations in this section, the
29 president and regents shall seek to minimize impacts on student
30 services and instructional programs by maximizing reductions in
31 administration and other noninstructional activities.

32 (2) \$2,000,000 of the education legacy trust account appropriation
33 is provided solely for the college of engineering to support an
34 increase in the number of engineering graduates by 425 students. By
35 September 1, 2013, and each September 1st thereafter, the university
36 shall provide an updated report that provides the specific detail on

1 how these amounts were spent in the preceding fiscal year, any process
2 changes or best-practices implemented by the college, and how many
3 students are enrolled in engineering programs above the baseline.

4 (3) \$8,389,000 of the education legacy trust account appropriation
5 is provided solely for the expansion of computer science and
6 engineering enrollments. The university will work with the education
7 research and data center to establish program baselines and demonstrate
8 enrollment increases. By September 1, 2014, and each September 1st
9 thereafter, the university shall provide a report that provides the
10 specific detail on how these amounts were spent in the preceding fiscal
11 year, any process changes or best-practices implemented by the college,
12 and how many students are enrolled in computer science and engineering
13 programs above the 2012-2013 academic year baseline.

14 (4) \$25,000 of the general fund--state appropriation for fiscal
15 year 2014 is provided solely for the Ruckelshaus center to collaborate
16 with local governments, the media, and representatives of the public
17 regarding public record requests made to local government. The center
18 shall facilitate meetings and discussions and report to the appropriate
19 committees of the legislature. The report shall include information
20 on:

21 (a) Recommendations related to balancing open public records with
22 concerns of local governments related to interfering with the work of
23 the local government;

24 (b) Resources necessary to accommodate requests;

25 (c) Potential harassment of government employees;

26 (d) Potential safety concerns of people named in the record;

27 (e) Potentially assisting criminal activity; and

28 (f) Other issues brought forward by the participants.

29 The center shall report to the appropriate committees of the
30 legislature by December 15, 2013.

31 (5) \$250,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$250,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for the Washington State
34 University agricultural research center to research and conduct a
35 detailed analysis of nonlethal methods of mitigating conflicts between
36 livestock and large wild carnivores. The amounts appropriated in this
37 subsection may not be subject to an administrative fee or charge, and

1 must be used for costs directly associated with the research and
2 analysis.

3 (6) \$2,915,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$3,885,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely for expansion of medical education
6 and biomedical research in Spokane.

7 (7) Washington State University shall not use funds appropriated in
8 this section to support intercollegiate athletic programs.

9 NEW SECTION. **Sec. 608. FOR EASTERN WASHINGTON UNIVERSITY**

10	General Fund--State Appropriation (FY 2014)	\$28,705,000
11	General Fund--State Appropriation (FY 2015)	\$28,756,000
12	Education Legacy Trust Account--State Appropriation	\$16,560,000
13	TOTAL APPROPRIATION	\$74,021,000

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

16 (1) In implementing the appropriations in this section, the
17 president and governing board shall seek to minimize impacts on student
18 services and instructional programs by maximizing reductions in
19 administration and other noninstructional activities.

20 (2) \$2,082,000 of the education legacy trust account appropriation
21 is provided solely for improvements in student completion and retention
22 rates in order to increase the university's four year graduation rate.
23 By September 1, 2014, and each September 1st thereafter, the university
24 shall provide a report that provides the specific details on how these
25 amounts were spent in the preceding fiscal year, any process changes or
26 best-practices implemented by the university, and any changes in
27 completion and retention rates.

28 (3) Eastern Washington University shall not use funds appropriated
29 in this section to support intercollegiate athletics programs.

30 NEW SECTION. **Sec. 609. FOR CENTRAL WASHINGTON UNIVERSITY**

31	General Fund--State Appropriation (FY 2014)	\$25,964,000
32	General Fund--State Appropriation (FY 2015)	\$25,965,000
33	Education Legacy Trust Account--State Appropriation	\$19,819,000
34	TOTAL APPROPRIATION	\$71,748,000

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

1 (1) In implementing the appropriations in this section, the
2 president and governing board shall seek to minimize impacts on student
3 services and instructional programs by maximizing reductions in
4 administration and other noninstructional activities.

5 (2) \$2,761,000 of the education legacy trust account appropriation
6 is provided solely for improvements in student completion and retention
7 rates in order to increase the university's four year graduation rate.
8 By September 1, 2014, and each September 1st thereafter, the university
9 shall provide a report that provides the specific details on how these
10 amounts were spent in the preceding fiscal year, any process changes or
11 best-practices implemented by the university, and any changes in
12 completion and retention rates.

13 (3) \$25,000 of the general fund--state appropriation for fiscal
14 year 2014 is provided solely for the college of education to conduct a
15 study identifying the duties encompassed in a state-funded teacher's
16 typical work day. The study must include an estimate of the percent of
17 a teacher's typical day that is spent on teaching related duties and
18 the percentage of the teacher's day that is spent on duties that are
19 not directly related to teaching. The university shall submit a report
20 to the appropriate committees of the legislature by December 1, 2013.

21 (4) Amounts appropriated in this section are sufficient for the
22 university to develop a plan to create an online degree granting entity
23 that awards degrees based on an alternative credit model. The
24 university shall submit a final plan by December 1, 2013, to the higher
25 education committees of the legislature.

26 (5) Central Washington University shall not use funds appropriated
27 in this section to support intercollegiate athletics programs.

28 **NEW SECTION. Sec. 610. FOR THE EVERGREEN STATE COLLEGE**

29	General Fund--State Appropriation (FY 2014)	\$16,746,000
30	General Fund--State Appropriation (FY 2015)	\$16,537,000
31	Education Legacy Trust Account--State Appropriation	\$5,855,000
32	TOTAL APPROPRIATION	\$39,138,000

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

35 (1) In implementing the appropriations in this section, the
36 president and governing board shall seek to minimize impacts on student

1 services and instructional programs by maximizing reductions in
2 administration and other noninstructional activities.

3 (2) \$1,157,000 of the education legacy trust account appropriation
4 is provided solely for instructional support. By September 1, 2014,
5 and each September 1st thereafter, the college shall provide a report
6 that provides the specific details on how these amounts were spent in
7 the preceding fiscal year and any process changes or best-practices
8 implemented by the college.

9 (3) \$75,000 of the general fund--state appropriation for fiscal
10 year 2014 is provided solely for the Washington state institution for
11 public policy to conduct a comprehensive study of the financial
12 incentives promoting distributed generation in Washington. Distributed
13 generation is electric generation, often from renewable resources,
14 connected to a utility's distribution grid and located at or near where
15 the electricity will be used.

16 (a) Specifically, the institute's study shall:

17 (i) Include a review of the costs and benefits of net metering, the
18 renewable energy investment cost recovery program, other tax credits,
19 reductions, and exemptions, and the provisions of double renewable
20 energy credits for renewable resource generation projects under five
21 megawatts as allowed under the energy independence act;

22 (ii) Determine whether the incentives available to distributed
23 generation are consistent with one another and work together in meeting
24 the state's goals for the electric distribution system and promoting
25 cost-effective distributed generation;

26 (iii) Evaluate whether the current incentive structure encourages
27 long-term, sustainable energy and environmental benefits to the
28 ratepayers and the citizens of Washington;

29 (iv) Recommend, as needed, changes to the current incentive
30 structure or new policies based on its findings;

31 (v) Contain both a region specific life-cycle assessment and
32 economic analysis of distributed generation; and

33 (vi) Establish a system to properly assign incentives to
34 distributed generation on a per-technology basis, based on the costs
35 and benefits associated with each technology type.

36 (b) The institute shall provide a final report to the legislature
37 by February 1, 2014.

1 (4) Funding provided in this section is sufficient for The
2 Evergreen State College to continue operations of the Longhouse Center
3 and the Northwest Indian applied research institute.

4 (5) The Evergreen State College shall not use funds appropriated in
5 this section to support intercollegiate athletics programs.

6 NEW SECTION. **Sec. 611. FOR WESTERN WASHINGTON UNIVERSITY**

7	General Fund--State Appropriation (FY 2014)	\$38,025,000
8	General Fund--State Appropriation (FY 2015)	\$38,062,000
9	Education Legacy Trust Account--State	
10	Appropriation	\$14,088,000
11	TOTAL APPROPRIATION	\$90,175,000

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

14 (1) In implementing the appropriations in this section, the
15 president and governing board shall seek to minimize impacts on student
16 services and instructional programs by maximizing reductions in
17 administration and other noninstructional activities.

18 (2) \$5,958,000 of the education legacy trust account appropriation
19 is provided solely for the expansion of computer science and
20 engineering enrollments. The university will work with the education
21 research and data center to establish program baselines and demonstrate
22 enrollment increases. By September 1, 2014, and each September 1st
23 thereafter, the university shall provide a report that provides the
24 specific detail on how these amounts were spent in the preceding fiscal
25 year, any process changes or best-practices implemented by the college,
26 and how many students are enrolled in computer science and engineering
27 programs above the 2012-2013 academic year baseline.

28 (3) Western Washington University shall not use funds appropriated
29 in this section to support intercollegiate athletics programs.

30 NEW SECTION. **Sec. 612. FOR THE STUDENT ACHIEVEMENT COUNCIL--**
31 **POLICY COORDINATION AND ADMINISTRATION**

32	General Fund--State Appropriation (FY 2014)	\$5,320,000
33	General Fund--State Appropriation (FY 2015)	\$5,336,000
34	General Fund--Federal Appropriation	\$4,820,000
35	TOTAL APPROPRIATION	\$15,476,000

1 The appropriations in this section are subject to the following
2 conditions and limitations: The student achievement council is
3 authorized to increase or establish fees for initial degree
4 authorization, degree authorization renewal, degree authorization
5 reapplication, new program applications, and new site applications
6 pursuant to RCW 28B.85.060.

7 NEW SECTION. **Sec. 613. FOR THE STUDENT ACHIEVEMENT COUNCIL--**
8 **OFFICE OF STUDENT FINANCIAL ASSISTANCE**

9	General Fund--State Appropriation (FY 2014)	\$257,535,000
10	General Fund--State Appropriation (FY 2015)	\$269,729,000
11	General Fund--Federal Appropriation	\$11,658,000
12	General Fund--Private/Local Appropriation	\$34,000
13	Education Legacy Trust Account--State Appropriation	\$58,698,000
14	Washington Opportunity Pathways Account--State	
15	Appropriation	\$147,000,000
16	TOTAL APPROPRIATION	\$744,654,000

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

19 (1) \$247,392,000 of the general fund--state appropriation for
20 fiscal year 2014, \$260,043,000 of the general fund--state
21 appropriation, \$147,000,000 of the opportunity pathways account--state
22 appropriation, and \$3,524,000 of the education legacy trust account--
23 state appropriation are provided solely for student financial aid
24 payments under the state need grant and state work study programs
25 including up to four percent administrative allowance for the state
26 work study program.

27 (2) Changes made to the state need grant program in the 2011-2013
28 fiscal biennium are continued in the 2013-2015 fiscal biennium
29 including aligning increases in awards given to private institutions
30 with the annual tuition increases for public research institutions or
31 the private institution's average annual tuition increase experience of
32 3.5 percent per year, whichever is less, and reducing the awards for
33 students who first enrolled as a new student in for-profit institutions
34 as of the 2011-2012 academic year or thereafter by fifty percent.

35 (3) Changes made to the state work study program in the 2009-2011
36 and 2011-2013 fiscal biennia are continued in the 2013-2015 fiscal
37 biennium including maintaining the increased required employer share of

1 wages; adjusted employer match rates; discontinuation of nonresident
2 student eligibility for the program; and revising distribution methods
3 to institutions by taking into consideration other factors such as off-
4 campus job development, historical utilization trends, and student
5 need.

6 (4) Within the funds appropriated in this section, eligibility for
7 the state need grant shall include students with family incomes at or
8 below 70 percent of the state median family income (MFI), adjusted for
9 family size, and shall include students enrolled in three to five
10 credit-bearing quarter credits, or the equivalent semester credits.
11 The student achievement council shall report to the legislature by
12 December 1, 2014, regarding the number of students enrolled in three to
13 five credit-bearing quarter credits, or the equivalent semester
14 credits, and their academic progress including degree completion.
15 Awards for all students shall be adjusted by the estimated amount by
16 which Pell grant increases exceed projected increases in the
17 noninstructional costs of attendance. Awards for students with incomes
18 between 51 and 70 percent of the state median shall be prorated at the
19 following percentages of the award amount granted to those with incomes
20 below 51 percent of the MFI: 70 percent for students with family
21 incomes between 51 and 55 percent MFI; 65 percent for students with
22 family incomes between 56 and 60 percent MFI; 60 percent for students
23 with family incomes between 61 and 65 percent MFI; and 50 percent for
24 students with family incomes between 66 and 70 percent MFI.

25 (5) Students who are eligible for the college bound scholarship
26 shall be given priority for the state need grant program. Institutions
27 must award the maximum state need grant for which the student is
28 eligible under state policies prior to awarding a college bound
29 scholarship for students who have applied for aid in a timely fashion.

30 (6) \$50,174,000 of the education legacy trust account appropriation
31 is provided solely for the college bound scholarship program.

32 (7) Students who meet the qualifications pursuant to section 950 of
33 this act are eligible to receive state need grant awards.

34 (8) \$5,000,000 of the education legacy trust account appropriation
35 is provided solely for the opportunity scholarship program.

36 (9) \$2,236,000 of the general fund--state appropriation for fiscal
37 year 2014 and \$2,236,000 of the general fund--state appropriation for
38 fiscal year 2015 are provided solely for the passport to college

1 program. The maximum scholarship award shall be \$5,000. The board
2 shall contract with a nonprofit organization to provide support
3 services to increase student completion in their postsecondary program
4 and shall, under this contract, provide a minimum of \$500,000 in fiscal
5 years 2014 and 2015 for this purpose.

6 (10) In developing the skilled and educated workforce report
7 pursuant to RCW 28B.77.080(3), the council shall use the bureau of
8 labor statistics analysis of the education and training requirements of
9 occupations, in addition to any other method the council may choose to
10 use, to assess the number and type of higher education and training
11 credentials required to match employer demand for a skilled and
12 educated workforce.

13 (11) \$100,000 of the general fund--state appropriation for fiscal
14 year 2014 is provided solely for the implementation of Substitute House
15 Bill No. 1817 (higher ed financial aid). If the bill is not enacted by
16 June 30, 2013, the amount provided in this subsection shall lapse.

17 NEW SECTION. **Sec. 614. FOR THE WORK FORCE TRAINING AND EDUCATION**
18 **COORDINATING BOARD**

19	General Fund--State Appropriation (FY 2014)	\$1,629,000
20	General Fund--State Appropriation (FY 2015)	\$1,518,000
21	General Fund--Federal Appropriation	\$54,254,000
22	TOTAL APPROPRIATION	\$57,401,000

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

25 (1) For the 2013-2015 fiscal biennium the board shall not designate
26 recipients of the Washington award for vocational excellence or
27 recognize them at award ceremonies as provided in RCW 28C.04.535.

28 (2) \$52,000 of the general fund--state appropriation for fiscal
29 year 2014 and \$42,000 of the general fund--state appropriation for
30 fiscal year 2015 are provided solely for the implementation of
31 Substitute House Bill No. 1472 (computer science education). If the
32 bill is not enacted by June 30, 2013, the amounts provided in this
33 subsection shall lapse.

34 NEW SECTION. **Sec. 615. FOR THE DEPARTMENT OF EARLY LEARNING**

35	General Fund--State Appropriation (FY 2014)	\$43,953,000
36	General Fund--State Appropriation (FY 2015)	\$55,069,000

1	General Fund--Federal Appropriation	\$313,982,000
2	Opportunity Pathways Account--State Appropriation	\$80,000,000
3	Home Visiting Services Account--Federal Appropriation	\$613,000
4	Children's Trust Account--State Appropriation	\$180,000
5	TOTAL APPROPRIATION	\$493,797,000

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

8 (1) \$30,016,000 of the general fund--state appropriation for fiscal
9 year 2014, \$42,797,000 of the general fund--state appropriation for
10 fiscal year 2015, and \$80,000,000 of the opportunity pathways account
11 appropriation are provided solely for the early childhood education
12 assistance program services. Of these amounts, \$10,284,000 is a
13 portion of the biennial amount of state maintenance of effort dollars
14 required to receive federal child care and development fund grant
15 dollars.

16 (2) \$638,000 of the general fund--state appropriation for fiscal
17 year 2014, and \$638,000 of the general fund--state appropriation for
18 fiscal year 2015 are provided solely for child care resource and
19 referral network services.

20 (3) \$200,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$200,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely to develop and provide culturally
23 relevant supports for parents, family, and other caregivers.

24 (4) The department is the lead agency for and recipient of the
25 federal child care and development fund grant. Amounts within this
26 grant shall be used to fund child care licensing, quality initiatives,
27 agency administration, and other costs associated with child care
28 subsidies. The department shall transfer a portion of this grant to
29 the department of social and health services to fund the child care
30 subsidies paid by the department of social and health services on
31 behalf of the department of early learning.

32 (5) \$1,434,000 of the general fund--state appropriation for fiscal
33 year 2014, \$1,434,000 of the general fund--state appropriation for
34 fiscal year 2015, and \$22,144,000 of the general fund--federal
35 appropriation are provided solely for expenditure into the home
36 visiting services account. This funding is intended to meet federal
37 maintenance of effort requirements and to secure private matching
38 funds.

1 (a) All federal funds received by the department for home visiting
2 activities must be deposited into the home visiting services account.

3 (b) The department must consult with stakeholders during the
4 development of the Washington home visiting plan and any future
5 proposals for federal funding.

6 (c) No more than \$613,000 of the home visiting services account--
7 federal appropriation may be expended for program administration in the
8 2013-2015 fiscal biennium pursuant to RCW 43.215.130. No other funds
9 may be expended for that purpose.

10 (6)(a) \$153,717,000 of the general fund--federal appropriation is
11 provided solely for the working connections child care program under
12 RCW 43.215.135.

13 (b) In addition to groups that were given prioritized access to the
14 working connections child care program effective March 1, 2011, the
15 department shall also give prioritized access into the program to
16 families in which a parent of a child in care is a minor who is not
17 living with a parent or guardian and who is a full-time student in a
18 high school that has a school-sponsored on-site child care center.

19 (7) Within available amounts, the department in consultation with
20 the office of financial management and the department of social and
21 health services shall report quarterly enrollments and active caseload
22 for the working connections child care program to the legislative
23 fiscal committees and the legislative-executive WorkFirst oversight
24 task force. The report shall also identify the number of cases
25 participating in both temporary assistance for needy families and
26 working connections child care.

27 (8) \$1,025,000 of the general fund--state appropriation for fiscal
28 year 2014, \$1,025,000 of the general fund--state appropriation for
29 fiscal year 2015, and \$13,424,000 of the general fund--federal
30 appropriation are provided solely for the seasonal child care program.
31 If federal sequestration cuts are realized, cuts to the seasonal child
32 care program must be proportional to other federal reductions made
33 within the department.

34 (9) \$4,122,000 of the general fund--state appropriation for fiscal
35 year 2014, \$2,522,000 of the general fund--state appropriation for
36 fiscal year 2015, and \$2,704,000 of the general fund--federal
37 appropriation are provided solely for the medicaid treatment child care
38 (MTCC) program. The department shall contract for MTCC services to

1 provide therapeutic child care and other specialized treatment services
2 to abused, neglected, at-risk, and/or drug-affected children. Priority
3 for services shall be given to children referred from the department of
4 social and health services children's administration. In addition to
5 referrals made by children's administration, the department shall
6 authorize services for children referred to the MTCC program, as long
7 as the children meet the eligibility requirements as outlined in the
8 Washington state plan for the MTCC program. Of the amounts
9 appropriated in this subsection, \$60,000 per fiscal year may be used by
10 the department for administering the MTCC program, if needed.

11 (10) \$150,000 of the general fund--state appropriation for fiscal
12 year 2014 and \$150,000 of the general fund--state appropriation for
13 fiscal year 2015 are provided solely for a contract with a nonprofit
14 entity experienced in the provision of promoting early literacy for
15 children through pediatric office visits.

16 (11) \$793,000 of the general fund--state appropriation for fiscal
17 year 2014 and \$796,000 of the general fund--state appropriation for
18 fiscal year 2015 are provided solely for implementation of an
19 electronic benefits transfer system. To the maximum extent possible,
20 the department shall work to integrate this system with the department
21 of social and health services payment system. The amounts provided in
22 this subsection are conditioned on the department satisfying the
23 requirements of the project management oversight standards and policies
24 established by the office of the chief information officer and the
25 provisions of section . . . of this act, information systems projects.

26 (12) \$50,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$50,000 of the general fund--state appropriation for
28 fiscal year 2015 are provided solely for implementation of Second
29 Substitute House Bill No. 1671 (child care reform). If the bill is not
30 enacted by June 30, 2013, the amounts provided in this subsection shall
31 lapse.

32 (13) \$60,000 of the general fund--state appropriation for fiscal
33 year 2014 is provided solely for implementation of Engrossed Second
34 Substitute House Bill No. 1134 (state-tribal education compacts). If
35 the bill is not enacted by June 30, 2013, the amount provided in this
36 subsection shall lapse.

1 NEW SECTION. **Sec. 616. FOR THE STATE SCHOOL FOR THE BLIND**

2 General Fund--State Appropriation (FY 2014) \$6,024,000

3 General Fund--State Appropriation (FY 2015) \$5,809,000

4 General Fund--Private/Local Appropriation \$18,000

5 TOTAL APPROPRIATION \$11,851,000

6 NEW SECTION. **Sec. 617. FOR THE WASHINGTON STATE CENTER FOR**

7 **CHILDHOOD DEAFNESS AND HEARING LOSS**

8 General Fund--State Appropriation (FY 2014) \$8,610,000

9 General Fund--State Appropriation (FY 2015) \$8,604,000

10 TOTAL APPROPRIATION \$17,214,000

11 NEW SECTION. **Sec. 618. FOR THE WASHINGTON STATE ARTS COMMISSION**

12 General Fund--State Appropriation (FY 2014) \$1,126,000

13 General Fund--State Appropriation (FY 2015) \$1,099,000

14 General Fund--Federal Appropriation \$2,074,000

15 General Fund--Private/Local Appropriation \$12,000

16 TOTAL APPROPRIATION \$4,311,000

17 NEW SECTION. **Sec. 619. FOR THE WASHINGTON STATE HISTORICAL**

18 **SOCIETY**

19 General Fund--State Appropriation (FY 2014) \$2,110,000

20 General Fund--State Appropriation (FY 2015) \$2,140,000

21 TOTAL APPROPRIATION \$4,250,000

22 NEW SECTION. **Sec. 620. FOR THE EASTERN WASHINGTON STATE**

23 **HISTORICAL SOCIETY**

24 General Fund--State Appropriation (FY 2014) \$1,601,000

25 General Fund--State Appropriation (FY 2015) \$1,534,000

26 TOTAL APPROPRIATION \$3,135,000

(End of part)

PART VII
SPECIAL APPROPRIATIONS

NEW SECTION. **Sec. 701. FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR DEBT SUBJECT TO THE DEBT LIMIT**

General Fund--State Appropriation (FY 2014)	\$973,839,000
General Fund--State Appropriation (FY 2015)	\$1,051,513,000
State Building Construction Account--State Appropriation	\$4,297,000
Columbia River Basin Water Supply Development Account--State Appropriation	\$269,000
State Taxable Building Construction Account--State Appropriation	\$211,000
Debt-Limit Reimbursable Bond Retire Account--State Appropriation	\$2,320,000
TOTAL APPROPRIATION	\$2,032,449,000

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriations are for expenditure into the debt-limit general fund bond retirement account. The entire general fund--state appropriation for fiscal year 2014 shall be expended into the debt-limit general fund bond retirement account by June 30, 2014.

NEW SECTION. **Sec. 702. FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO BE REIMBURSED BY ENTERPRISE ACTIVITIES**

Accident Account--State Appropriation	\$4,138,000
Medical Aid Account--State Appropriation	\$4,138,000
TOTAL APPROPRIATION	\$8,276,000

NEW SECTION. **Sec. 703. FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO BE REIMBURSED AS PRESCRIBED BY STATUTE**

General Fund--State Appropriation (FY 2014)	\$25,636,000
General Fund--State Appropriation (FY 2015)	\$16,102,000

1	Nondebt-Limit Reimbursable Bond Retirement Account--State	
2	Appropriation	\$140,215,000
3	TOTAL APPROPRIATION	\$181,953,000

4 The appropriations in this section are subject to the following
5 conditions and limitations: The general fund appropriation is for
6 expenditure into the nondebt-limit general fund bond retirement
7 account. The entire general fund--state appropriation for fiscal year
8 2014 shall be expended into the nondebt-limit general fund bond
9 retirement account by June 30, 2014.

10 NEW SECTION. **Sec. 704. FOR THE STATE TREASURER--BOND RETIREMENT**
11 **AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR**
12 **BOND SALE EXPENSES**

13	General Fund--State Appropriation (FY 2014)	\$1,726,000
14	General Fund--State Appropriation (FY 2015)	\$1,726,000
15	State Building Construction Account--State Appropriation . . .	\$867,000
16	Columbia River Basin Water Supply Development	
17	Account--State Appropriation	\$57,000
18	State Taxable Building Construction Account--State	
19	Appropriation	\$45,000
20	TOTAL APPROPRIATION	\$4,421,000

21 NEW SECTION. **Sec. 705. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
22 **FIRE CONTINGENCY**

23	General Fund--State Appropriation (FY 2014)	\$4,000,000
24	General Fund--State Appropriation (FY 2015)	\$4,000,000
25	TOTAL APPROPRIATION	\$8,000,000

26 The appropriations in this section are subject to the following
27 conditions and limitations: The appropriations are provided solely for
28 expenditure into the disaster response account to be used for any
29 Washington state fire service resource mobilization costs incurred by
30 the Washington state patrol in response to an emergency or disaster
31 authorized under RCW 43.43.960 and 43.43.964.

32 NEW SECTION. **Sec. 706. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
33 **DISASTER RESPONSE ACCOUNT**

34	General Fund--State Appropriation (FY 2014)	\$5,100,000
35	General Fund--State Appropriation (FY 2015)	\$2,500,000

1 TOTAL APPROPRIATION \$7,600,000

2 The appropriations in this section are subject to the following
3 conditions and limitations: The appropriations are provided solely for
4 expenditure into the disaster response account for emergency fire
5 suppression by the department of natural resources and to complete
6 projects necessary to recover from previously declared disasters.

7 NEW SECTION. **Sec. 707. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
8 **EMERGENCY FUND**

9 General Fund--State Appropriation (FY 2014) \$850,000
10 General Fund--State Appropriation (FY 2015) \$850,000
11 TOTAL APPROPRIATION \$1,700,000

12 The appropriations in this section are subject to the following
13 conditions and limitations: The appropriations in this section are for
14 the governor's emergency fund for the critically necessary work of any
15 agency.

16 NEW SECTION. **Sec. 708. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
17 **EDUCATION TECHNOLOGY REVOLVING ACCOUNT**

18 General Fund--State Appropriation (FY 2014) \$8,000,000
19 General Fund--State Appropriation (FY 2015) \$8,000,000
20 TOTAL APPROPRIATION \$16,000,000

21 The appropriations in this section are subject to the following
22 conditions and limitations: The appropriations in this section are
23 provided solely for expenditure into the education technology revolving
24 account for the purpose of covering ongoing operational and equipment
25 replacement costs incurred by the K-20 educational network program in
26 providing telecommunication services to network participants.

27 NEW SECTION. **Sec. 709. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
28 **O'BRIEN BUILDING IMPROVEMENT**

29 General Fund--State Appropriation (FY 2014) \$2,948,000
30 General Fund--State Appropriation (FY 2015) \$2,942,000
31 TOTAL APPROPRIATION \$5,890,000

32 The appropriations in this section are subject to the following
33 conditions and limitations: The appropriations are provided solely for
34 expenditure into the general administration services account for

1 payment of principal, interest, and financing expenses associated with
 2 the certificate of participation for the O'Brien building improvement,
 3 project number 20081007.

4 NEW SECTION. **Sec. 710. FOR THE DEPARTMENT OF HEALTH--COUNTY**
 5 **PUBLIC HEALTH ASSISTANCE**

6	General Fund--State Appropriation (FY 2014)	\$24,000,000
7	General Fund--State Appropriation (FY 2015)	\$24,000,000
8	TOTAL APPROPRIATION	\$48,000,000

9 The appropriations in this section are subject to the following
 10 conditions and limitations: The director of the department of health
 11 shall distribute the appropriations to the following counties and
 12 health districts in the amounts designated to support public health
 13 services, including public health nursing:

14		FY 2014	FY 2015	2013-15 Biennium
15	Health District			
16	Adams County Health District	\$30,951	\$30,951	\$61,902
17	Asotin County Health District	\$67,714	\$67,714	\$135,428
18	Benton-Franklin Health District	\$1,165,612	\$1,165,612	\$2,331,224
19	Chelan-Douglas Health District	\$184,761	\$184,761	\$369,522
20	Clallam County Health and Human Services	\$141,752	\$141,752	\$283,504
21	Department			
22	Clark County Health District	\$1,057,792	\$1,057,792	\$2,115,594
23	Skamania County Health Department	\$26,681	\$26,681	\$53,362
24	Columbia County Health District	\$40,529	\$40,529	\$81,058
25	Cowlitz County Health Department	\$278,560	\$278,560	\$557,120
26	Garfield County Health District	\$15,028	\$15,028	\$30,056
27	Grant County Health District	\$118,595	\$118,596	\$237,191
28	Grays Harbor Health Department	\$183,870	\$183,870	\$367,740
29	Island County Health Department	\$91,892	\$91,892	\$183,784
30	Jefferson County Health and Human Services	\$85,782	\$85,782	\$171,564
31	Seattle-King County Department of Public Health	\$9,531,747	\$9,531,747	\$19,063,494
32	Bremerton-Kitsap County Health District	\$554,669	\$554,669	\$1,109,338
33	Kittitas County Health Department	\$92,499	\$92,499	\$184,998
34	Klickitat County Health Department	\$62,402	\$62,402	\$124,804
35	Lewis County Health Department	\$105,801	\$105,801	\$211,602

1	Lincoln County Health Department	\$29,705	\$29,705	\$59,410
2	Mason County Department of Health Services	\$95,988	\$95,988	\$191,976
3	Okanogan County Health District	\$63,458	\$63,458	\$126,916
4	Pacific County Health Department	\$77,427	\$77,427	\$154,854
5	Tacoma-Pierce County Health Department	\$2,820,590	\$2,820,590	\$5,641,180
6	San Juan County Health and Community Services	\$37,531	\$37,531	\$75,062
7	Skagit County Health Department	\$223,927	\$223,927	\$447,854
8	Snohomish Health District	\$2,258,207	\$2,258,207	\$4,516,414
9	Spokane County Health District	\$2,101,429	\$2,101,429	\$4,202,858
10	Northeast Tri-County Health District	\$110,454	\$110,454	\$220,908
11	Thurston County Health Department	\$600,419	\$600,419	\$1,200,838
12	Wahkiakum County Health Department	\$13,773	\$13,772	\$27,545
13	Walla Walla County-City Health Department	\$172,062	\$172,062	\$344,124
14	Whatcom County Health Department	\$855,863	\$855,863	\$1,711,726
15	Whitman County Health Department	\$78,733	\$78,733	\$157,466
16	Yakima Health District	\$623,797	\$623,797	\$1,247,594
17				
18	TOTAL APPROPRIATIONS	\$24,000,000	\$24,000,000	\$48,000,000

19 NEW SECTION. **Sec. 711. FOR THE DEPARTMENT OF RETIREMENT**
20 **SYSTEMS--CONTRIBUTIONS TO RETIREMENT SYSTEMS**

21 The appropriations in this section are subject to the following
22 conditions and limitations: The appropriations for the law enforcement
23 officers' and firefighters' retirement system shall be made on a
24 monthly basis consistent with chapter 41.45 RCW, and the appropriations
25 for the judges and judicial retirement systems shall be made on a
26 quarterly basis consistent with chapters 2.10 and 2.12 RCW.

27 (1) There is appropriated for state contributions to the law
28 enforcement officers' and firefighters' retirement system:

29	General Fund--State Appropriation (FY 2014)	\$58,700,000
30	General Fund--State Appropriation (FY 2015)	\$61,600,000
31	TOTAL APPROPRIATION	\$120,300,000

32 (2) There is appropriated for contributions to the judicial
33 retirement system:

34	General Fund--State Appropriation (FY 2014)	\$10,600,000
35	General Fund--State Appropriation (FY 2015)	\$10,600,000
36	TOTAL APPROPRIATION	\$21,200,000

1 NEW SECTION. **Sec. 712. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
2 **STATE EFFICIENCY AND RESTRUCTURING REPAYMENT**

3	General Fund--State Appropriation (FY 2014)	\$4,981,000
4	General Fund--State Appropriation (FY 2015)	\$4,981,000
5	TOTAL APPROPRIATION	\$9,962,000

6 The appropriations in this section are subject to the following
7 conditions and limitations: The appropriations in this section are
8 provided solely for expenditure into the cleanup settlement account on
9 July 1, 2013, and July 1, 2014, as repayment of moneys that were
10 transferred to the state efficiency and restructuring account.

11 NEW SECTION. **Sec. 713. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
12 **COMPENSATION INCREASE - NEW STEP M**

13	General Fund--State Appropriation (FY 2014)	\$17,988,000
14	General Fund--State Appropriation (FY 2015)	\$20,627,000
15	Special Compensation Increase Revolving Account	
16	Appropriation	\$25,751,000
17	TOTAL APPROPRIATION	\$64,366,000

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

- 20 (1) The appropriations in this section are provided solely to
21 increase agency and institution appropriations to reflect compensation
22 increases resulting from the implementation of a new step M on the
23 salary grid for classified employees.
- 24 (2) To facilitate the transfer of moneys from dedicated funds and
25 accounts, the state treasurer shall transfer sufficient moneys from
26 each dedicated fund or account to the special compensation increase
27 revolving account in accordance with schedules provided by the office
28 of financial management.

29 NEW SECTION. **Sec. 714. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
30 **LEAN MANAGEMENT STRATEGIES EFFICIENCY SAVINGS**

31	General Fund--State Appropriation (FY 2015)	(\$20,000,000)
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32 The appropriation in this section is subject to the following
33 conditions and limitations:

- 34 (1) The legislature is committed to promoting a state government

1 culture that makes sustained improvement a habitual behavior from
2 front-line staff to agency leadership.

3 (2) The office of financial management must develop a strategic
4 lean management action plan to drive efficiencies in state spending and
5 to increase productivity of state employees while improving and
6 increasing state services for taxpayers. The action plan must
7 determine the specific agencies and programs that would benefit most
8 from application of the application plan, and the plan must target
9 resources accordingly.

10 (3) The office of financial management must integrate lean
11 principles into all performance management efforts.

12 (4) The office of financial management and the office of the chief
13 information officer must integrate lean principles into all major
14 information technology initiatives.

15 (5) The office of financial management must develop and implement
16 a lean practitioner fellowship program to train state agency staff.
17 Agency staff participating in the fellowship will be assigned to work
18 on statewide efforts that streamline and improve processes across
19 agencies.

20 (6) Agencies must report to the office of financial management at
21 least twice per fiscal year process improvements and efficiencies
22 gained through tools such as the lean strategy. The office of
23 financial management must compile and transmit these reports to the
24 appropriate fiscal committees of the legislature at least every six
25 months, beginning January 1, 2014.

26 (7) The office of financial management must report to the
27 legislature by December 2014 on the viability of the lean/performance
28 management program becoming a self-funding program.

29 (8) The office of financial management must reduce allotments for
30 affected state agencies by \$20,000,000 from the state general fund for
31 fiscal year 2015 in this act to reflect fiscal year 2015 savings
32 resulting from application of the lean management and performance
33 management strategies required by this section.

34 NEW SECTION. **Sec. 715. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
35 **ELECTRONIC MEDICAL RECORD STUDY**

36	General Fund--State Appropriation (FY 2014)	\$2,068,000
37	General Fund--State Appropriation (FY 2015)	\$2,066,000

1 General Fund--Federal Appropriation \$240,000
2 TOTAL APPROPRIATION \$4,374,000

3 The appropriations in this section are subject to the following
4 conditions and limitations: The appropriations in this section are
5 provided solely for the state psychiatric hospitals to plan, procure,
6 and implement the core elements of an electronic medical record system
7 that is compliant with the international classification of diseases
8 (ICD-10) by October 1, 2014. These funds must only be used for an
9 electronic medical record system that meets federal criteria for
10 electronic sharing of patient information and clinical care summaries
11 with doctors' offices, hospitals, and health systems which use
12 federally certified electronic health record systems. The procurement
13 and implementation shall be conducted to allow for these services to be
14 expanded to the department of corrections. The amounts provided in
15 this subsection are conditioned on the department satisfying the
16 requirements of the project management oversight standards and policies
17 established by the office of the chief information officer and the
18 provisions of section 944 of this act, information systems projects.

19 NEW SECTION. **Sec. 716. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
20 **CONSOLIDATED TECHNOLOGY SERVICES**

21 General Fund--State Appropriation (FY 2014) \$2,055,000
22 General Fund--State Appropriation (FY 2015) \$2,469,000
23 Other Appropriated Funds \$4,462,000
24 TOTAL APPROPRIATION \$8,986,000

25 The appropriations in this section are solely for the purposes
26 designated in this section and are subject to the following conditions
27 and limitations:

- 28 (1) Appropriations are adjusted to reflect expenditures associated
29 with consolidated technology services.
- 30 (2) The office of financial management shall update agency
31 appropriation schedules to reflect the changes to funding levels in
32 this section as identified by agency and in the amounts specified in
33 LEAP Document 92J-2013 dated April 7, 2013.

34 NEW SECTION. **Sec. 717. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
35 **ATTORNEY GENERAL LEGAL SERVICES**

36 General Fund--State Appropriation (FY 2014) (\$401,000)

1 General Fund--State Appropriation (FY 2015) (\$338,000)
2 Other Appropriated Funds (\$2,759,000)
3 TOTAL APPROPRIATION (\$3,498,000)

4 The appropriations in this section are solely for the purposes
5 designated in this section and are subject to the following conditions
6 and limitations:

7 (1) Appropriations are adjusted to reflect savings associated with
8 attorney general legal services.

9 (2) The office of financial management shall update agency
10 appropriation schedules to reflect the changes to funding levels in
11 this section as identified by agency and in the amounts specified in
12 LEAP Document 92E-2013 dated April 7, 2013.

13 NEW SECTION. **Sec. 718. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
14 **ADMINISTRATIVE HEARINGS**

15 General Fund--State Appropriation (FY 2014) \$89,000
16 General Fund--State Appropriation (FY 2015) \$89,000
17 Other Appropriated Funds \$284,000
18 TOTAL APPROPRIATION \$462,000

19 The appropriations in this section are solely for the purposes
20 designated in this section and are subject to the following conditions
21 and limitations:

22 (1) Appropriations are adjusted to reflect expenditures associated
23 with administrative hearings.

24 (2) The office of financial management shall update agency
25 appropriation schedules to reflect the changes to funding levels in
26 this section as identified by agency and in the amounts specified in
27 LEAP Document 92G-2013 dated April 7, 2013.

28 NEW SECTION. **Sec. 719. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
29 **DEPARTMENT OF ENTERPRISE SERVICES CENTRAL SERVICES**

30 General Fund--State Appropriation (FY 2014) (\$2,102,000)
31 General Fund--State Appropriation (FY 2015) (\$323,000)
32 Other Appropriated Funds (\$1,804,000)
33 TOTAL APPROPRIATION (\$4,229,000)

34 The appropriations in this section are solely for the purposes

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

3 (1) Appropriations are adjusted to reflect savings associated with
4 central services provided by the department of enterprise services.

5 (2) The office of financial management shall update agency
6 appropriation schedules to reflect the changes to funding levels in
7 this section as identified by agency and in the amounts specified in
8 LEAP Document 92K-2013 dated April 7, 2013.

9 NEW SECTION. **Sec. 720. FOR THE OFFICE OF THE INSURANCE**
10 **COMMISSIONER--HEALTH BENEFIT EXCHANGE ACCOUNT**

11 General Fund--State Appropriation (FY 2014) \$676,000

12 The appropriations in this section are subject to the following
13 conditions and limitations: The amounts in this section are provided
14 solely for expenditure into the health benefit exchange account--state
15 and are provided as a loan to be repaid with amounts from the health
16 benefit exchange account--state by July 30, 2015.

17 NEW SECTION. **Sec. 721. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
18 **COMMUNICATION SERVICES REFORM**

19 General Fund--State Appropriation (FY 2014) \$47,000

20 General Fund--State Appropriation (FY 2015) \$4,953,000

21 TOTAL APPROPRIATION \$5,000,000

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 universal communications
25 services fund to implement Substitute House Bill No. 1971
26 (communications services). If the bill is not enacted by June 30,
27 2013, the appropriations provided in this section shall lapse.

28 NEW SECTION. **Sec. 722. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**
29 **CONTRIBUTIONS FOR STATE EMPLOYEE HEALTH INSURANCE**

30 General Fund--State Appropriation (FY 2014) (\$11,096,000)

31 General Fund--State Appropriation (FY 2015) (\$5,541,000)

32 General Fund--Federal Appropriation (\$1,757,000)

33 Special Insurance Contribution Adjustment

34 Revolving Account Appropriation (\$13,348,000)

35 TOTAL APPROPRIATION (\$31,742,000)

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 to
4 reduce agency and institution appropriations to reflect the reductions
5 in the state employer funding rate for health insurance, and decreased
6 employer health insurance costs consistent with the contribution rates
7 included in sections 936, 937, and 938 of this act.

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 schedules provided by
12 the office of financial management. The office shall reduce allotments
13 for all agencies to reflect these savings.

(End of part)

PART VIII

OTHER TRANSFERS AND APPROPRIATIONS

NEW SECTION. Sec. 801. FOR THE STATE TREASURER--STATE REVENUES FOR DISTRIBUTION

Table with 2 columns: Description and Amount. Rows include General Fund Appropriation for fire insurance (\$8,248,000), public utility district excise tax distributions (\$50,894,000), prosecuting attorney distributions (\$6,068,000), boating safety and education distributions (\$4,000,000), other tax distributions (\$65,000), habitat conservation program distributions (\$3,000,000), Death Investigations Account (\$3,158,000), Aquatic Lands Enhancement Account (\$146,000), Timber Tax Distribution Account (\$72,120,000), County Criminal Justice Assistance (\$78,983,000), Municipal Criminal Justice Assistance (\$30,550,000), City-County Assistance Account (\$17,134,000), Liquor Excise Tax Account (\$49,487,000), Streamlined Sales and Use Tax Mitigation Account (\$50,488,000), and Columbia River Water Delivery Account.

1	the Confederated Tribes of the Colville	
2	Reservation	\$7,760,000
3	Columbia River Water Delivery Account Appropriation for	
4	the Spokane Tribe of Indians	\$5,025,000
5	Liquor Revolving Account Appropriation for liquor	
6	profits distribution	\$98,876,000
7	TOTAL APPROPRIATION	\$459,002,000

8 The total expenditures from the state treasury under the
9 appropriations in this section shall not exceed the funds available
10 under statutory distributions for the stated purposes.

11 NEW SECTION. **Sec. 802. FOR THE STATE TREASURER--FOR THE COUNTY**
12 **CRIMINAL JUSTICE ASSISTANCE ACCOUNT**

13	Impaired Driver Safety Account Appropriation	\$2,469,000
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14 The appropriation in this section is subject to the following
15 conditions and limitations: The amount appropriated in this section
16 shall be distributed quarterly during the 2013-2015 fiscal biennium in
17 accordance with RCW 82.14.310. This funding is provided to counties
18 for the costs of implementing criminal justice legislation including,
19 but not limited to: Chapter 206, Laws of 1998 (drunk driving
20 penalties); chapter 207, Laws of 1998 (DUI penalties); chapter 208,
21 Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998
22 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock
23 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,
24 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication
25 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter
26 215, Laws of 1998 (DUI provisions).

27 NEW SECTION. **Sec. 803. FOR THE STATE TREASURER--MUNICIPAL**
28 **CRIMINAL JUSTICE ASSISTANCE ACCOUNT**

29	Impaired Driver Safety Account Appropriation	\$1,646,000
----	--	-------------

30 The appropriation in this section is subject to the following
31 conditions and limitations: The amount appropriated in this section
32 shall be distributed quarterly during the 2013-2015 fiscal biennium to
33 all cities ratably based on population as last determined by the office
34 of financial management. The distributions to any city that
35 substantially decriminalizes or repeals its criminal code after July 1,

1 1990, and that does not reimburse the county for costs associated with
2 criminal cases under RCW 3.50.800 or 3.50.805(2), shall be made to the
3 county in which the city is located. This funding is provided to
4 cities for the costs of implementing criminal justice legislation
5 including, but not limited to: Chapter 206, Laws of 1998 (drunk
6 driving penalties); chapter 207, Laws of 1998 (DUI penalties); chapter
7 208, Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998
8 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock
9 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,
10 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication
11 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter
12 215, Laws of 1998 (DUI provisions).

13 NEW SECTION. **Sec. 804. FOR THE STATE TREASURER--FEDERAL REVENUES**
14 **FOR DISTRIBUTION**

15 General Fund Appropriation for federal flood control
16 funds distribution \$66,000
17 General Fund Appropriation for federal grazing fees
18 distribution \$1,706,000
19 Forest Reserve Fund Appropriation for federal forest
20 reserve fund distribution \$5,636,000
21 TOTAL APPROPRIATION \$7,408,000

22 The total expenditures from the state treasury under the
23 appropriations in this section shall not exceed the funds available
24 under statutory distributions for the stated purposes.

25 NEW SECTION. **Sec. 805. FOR THE STATE TREASURER--TRANSFERS**

26 State Treasurer's Service Account: For transfer to
27 the state general fund, \$10,000,000 for fiscal
28 year 2014 and \$10,000,000 for fiscal year 2015 \$20,000,000
29 Waste Reduction, Recycling, and Litter Control
30 Account: For transfer to the state general
31 fund, \$5,850,000 for fiscal year 2014 and
32 \$5,850,000 for fiscal year 2015 \$11,700,000
33 Drinking Water Assistance Account: For transfer to
34 the drinking water assistance repayment account \$32,000,000
35 General Fund: For transfer to the streamlined sales
36 and use tax account, \$25,284,000 for fiscal

1 year 2014 and \$25,204,000 for fiscal year 2015 \$50,488,000
2 Public Works Assistance Account: For transfer to the
3 water pollution control revolving account,
4 \$7,750,000 for fiscal year 2014 and \$7,750,000
5 for fiscal year 2015 \$15,500,000
6 Public Works Assistance Account: For transfer to the
7 drinking water assistance account, \$4,400,000 for
8 fiscal year 2014 and \$4,400,000 for fiscal year
9 2015 \$8,800,000
10 Public Works Assistance Account: For transfer to the
11 state general fund, \$50,000,000 for fiscal year 2014
12 and \$50,000,000 for fiscal year 2015 \$100,000,000
13 Local Toxics Control Account: For transfer to the
14 state general fund, \$10,000,000 for fiscal year 2014
15 and \$11,000,000 for fiscal year 2015 \$21,000,000
16 State Taxable Building Construction Account: For
17 transfer to the Columbia River basin taxable bond
18 water supply development account, an amount not to
19 exceed \$30,545,000
20 General Fund: For transfer to the child and family
21 reinvestment account, \$3,221,667 for fiscal year
22 2014 and \$1,756,058 for fiscal year 2015 \$4,977,725
23 Flood Control Assistance Account: For transfer to the
24 state general fund, \$1,000,000 for fiscal year 2014
25 and \$1,000,000 for fiscal year 2015 \$2,000,000
26 Tobacco Settlement Account: For transfer to the state
27 general fund, in an amount not to exceed the actual
28 amount of the annual base payment to the tobacco
29 settlement account \$157,221,000
30 Tobacco Settlement Account: For transfer to the state
31 general fund from the amounts deposited in the
32 account that are attributable to the annual
33 strategic contribution payment received in
34 fiscal year 2014 \$14,000,000
35 Tobacco Settlement Account: For transfer to the state
36 general fund from the amounts deposited in the
37 account that are attributable to the annual
38 strategic contribution payment received in fiscal

1 year 2015 \$14,000,000
2 Tobacco Settlement Account: For transfer to the life
3 sciences discovery fund, in an amount not to exceed
4 the actual remaining amount of the annual strategic
5 contribution payment to the tobacco settlement account
6 for fiscal year 2014 \$12,515,000

7 Tobacco Settlement Account: For transfer to the life
8 sciences discovery fund, in an amount not to exceed
9 the actual remaining amount of the annual strategic
10 contribution payment to the tobacco settlement account
11 for fiscal year 2015 \$12,515,000

12 The transfer to the life sciences discovery fund is subject to the
13 condition that \$250,000 of the appropriation in fiscal year 2014 and
14 \$250,000 of the appropriation in fiscal year 2015 are provided solely
15 to promote the development and delivery of global health technologies
16 and products.

17 (a) The life sciences discovery fund authority must either
18 administer a grant application, review, and reward process, or contract
19 with a qualified nonprofit organization for these services. State
20 moneys must be provided for grants to entities for the development,
21 production, promotion, and delivery of global health technologies and
22 products. Grant award criteria must include:

23 (i) The quality of the proposed research or the proposed technical
24 assistance in product development or production process design. Any
25 grant funds awarded for research activities must be awarded for
26 nonbasic research that will assist in the commercialization or
27 manufacture of global health technologies;

28 (ii) The potential for the grant recipient to improve global health
29 outcomes;

30 (iii) The potential for the grant to leverage additional funding
31 for the development of global health technologies and products;

32 (iv) The potential for the grant to stimulate, or promote technical
33 skills training for, employment in the development of global health
34 technologies in the state; and

35 (v) The willingness of the grant recipient, when appropriate, to
36 enter into royalty or licensing income agreements with the authority.

37 (b) The authority, or the contractor of the authority, must report
38 information including the types of products and research funded, the

1 funding leveraged by the grants, and the number and types of jobs
2 created as a result of the grants, to the economic development
3 committees of the legislature by December 1, 2014.
4 Aquatic Lands Enhancement Account: For transfer to the
5 geoduck aquaculture research account, \$150,000 for
6 fiscal year 2014 and \$150,000 for fiscal year 2015 \$300,000
7 Health Benefit Exchange Account: For transfer to the
8 state general fund for fiscal year 2015 \$676,000
9 Criminal Justice Treatment Account: For transfer to the
10 state general fund, \$437,000 for fiscal year 2014
11 and \$2,746,000 for fiscal year 2015 \$3,183,000

(End of part)

1 building funds and accounts such amounts as are necessary to pay the
2 expenses incurred in the issuance and sale of the subject bonds.

3 NEW SECTION. **Sec. 905. VOLUNTARY RETIREMENT, SEPARATION, AND**
4 **DOWNSHIFTING INCENTIVES**

5 As a management tool to reduce costs and make more effective use of
6 resources, while improving employee productivity and morale, agencies
7 may implement a voluntary retirement and/or separation, program that is
8 cost neutral or results in cost savings (including costs to the state
9 pension systems) over a two-year period following the commencement of
10 the program, provided that such a program is approved by the director
11 of financial management. Agencies participating in this authorization
12 may offer voluntary retirement and/or separation incentives and options
13 according to procedures and guidelines established by the office of
14 financial management, in consultation with the office of the state
15 human resources director and the department of retirement systems. The
16 options may include, but are not limited to, financial incentives for
17 voluntary separation or retirement. An employee does not have a
18 contractual right to a financial incentive offered under this section.
19 Offers shall be reviewed and monitored jointly by the office of the
20 state human resources director and the department of retirement
21 systems. Agencies are required to submit a report by July 30, 2015, to
22 the legislature and the office of financial management on the outcome
23 of their approved incentive program. The report should include
24 information on the details of the program including the incentive
25 payment amount for each participant, the total cost to the state, and
26 the projected or actual net dollar savings over the two year period.

27 The department of retirement systems may collect from employers the
28 actuarial cost of any incentive provided under this program, or any
29 other incentive to retire provided by employers to members of the
30 state's pension systems, for deposit in the appropriate pension
31 account.

32 NEW SECTION. **Sec. 906. COLLECTIVE BARGAINING AGREEMENTS NOT**
33 **IMPAIRED**

34 Nothing in this act prohibits the expenditure of any funds by an
35 agency or institution of the state for benefits guaranteed by any

1 collective bargaining agreement in effect on the effective date of this
2 section.

3 NEW SECTION. **Sec. 907. COLLECTIVE BARGAINING AGREEMENTS**

4 The following sections represent the results of the 2013-2015
5 collective bargaining process required under the provisions of chapters
6 41.80, 41.56 and 74.39A RCW. Provisions of the collective bargaining
7 agreements contained in sections . . . through . . . of this act are
8 described in general terms. Only major economic terms are included in
9 the descriptions. These descriptions do not contain the complete
10 contents of the agreements. The collective bargaining agreements or
11 the continuation of terms and conditions of the 2011-2013 agreements
12 contained in Part IX of this act may also be funded by expenditures
13 from nonappropriated accounts. If positions are funded with lidded
14 grants or dedicated fund sources with insufficient revenue, additional
15 funding from other sources is not provided.

16 NEW SECTION. **Sec. 908. COLLECTIVE BARGAINING AGREEMENT--WFSE**

17 An agreement has been reached between the governor and the
18 Washington federation of state employees general government under the
19 provisions of chapter 41.80 RCW for the 2013-2015 fiscal biennium.
20 Funding is provided to add a longevity step and for backfill costs for
21 a personal leave day. The agreement also includes a one percent salary
22 increase for all bargaining unit members effective July 1, 2014,
23 through June 30, 2015, contingent on the state collecting \$200,000,000
24 or more in unanticipated general fund-state revenue from increased
25 economic activity.

26 NEW SECTION. **Sec. 909. COLLECTIVE BARGAINING AGREEMENT--WPEA**

27 An agreement has been reached between the governor and the
28 Washington public employees association general government under the
29 provisions of chapter 41.80 RCW for the 2013-2015 fiscal biennium.
30 Funding is provided to add a longevity step. The agreement also
31 includes a one percent salary increase for all bargaining unit members
32 effective July 1, 2014, through June 30, 2015, contingent on the state
33 collecting \$200,000,000 or more in unanticipated general fund-state
34 revenue from increased economic activity.

1 NEW SECTION. **Sec. 910. COLLECTIVE BARGAINING AGREEMENT--**
2 **COALITION OF UNIONS**

3 An agreement has been reached between the governor and the
4 coalition of unions under the provisions of chapter 41.80 RCW for the
5 2013-2015 fiscal biennium. Funding is provided to add a longevity
6 step. The agreement also includes a one percent salary increase for
7 all bargaining unit members effective July 1, 2014, through June 30,
8 2015, contingent on the state collecting \$200,000,000 or more in
9 unanticipated general fund-state revenue from increased economic
10 activity.

11 NEW SECTION. **Sec. 911. COLLECTIVE BARGAINING AGREEMENT--WAFWP**

12 An agreement has been reached between the governor and the
13 Washington association of fish and wildlife professionals under the
14 provisions of chapter 41.80 RCW for the 2013-2015 fiscal biennium.
15 Funding is provided to add a longevity step. The agreement also
16 includes a one percent salary increase for all bargaining unit members
17 effective July 1, 2014, through June 30, 2015, contingent on the state
18 collecting \$200,000,000 or more in unanticipated general fund-state
19 revenue from increased economic activity.

20 NEW SECTION. **Sec. 912. COLLECTIVE BARGAINING AGREEMENT--PTE**
21 **LOCAL 17**

22 An agreement has been reached between the governor and the
23 professional and technical employees local 17 under the provisions of
24 chapter 41.80 RCW for the 2013-2015 fiscal biennium. Funding is
25 provided to add a longevity step. The agreement also includes a one
26 percent salary increase for all bargaining unit members effective July
27 1, 2014, through June 30, 2015, contingent on the state collecting
28 \$200,000,000 or more in unanticipated general fund-state revenue from
29 increased economic activity.

30 NEW SECTION. **Sec. 913. COLLECTIVE BARGAINING AGREEMENT--SEIU**
31 **1199NW**

32 An agreement has been reached between the governor and the service
33 employees international union healthcare 1199nw under the provisions of
34 chapter 41.80 RCW for the 2013-2015 fiscal biennium. Funding is
35 provided to add a longevity step and for backfill costs for a personal

1 leave day. The agreement also includes a one percent salary increase
2 for all bargaining unit members effective July 1, 2014, through June
3 30, 2015, contingent on the state collecting \$200,000,000 or more in
4 unanticipated general fund-state revenue from increased economic
5 activity.

6 NEW SECTION. **Sec. 914. COLLECTIVE BARGAINING AGREEMENT--**
7 **TEAMSTERS LOCAL 117**

8 An agreement has been reached between the governor and the
9 international brotherhood of teamsters local 117 under the provisions
10 of chapter 41.80 RCW for the 2013-2015 fiscal biennium. Funding is
11 provided to add a longevity step. The agreement also includes a one
12 percent salary increase for all bargaining unit members effective July
13 1, 2014, through June 30, 2015, contingent on the state collecting
14 \$200,000,000 or more in unanticipated general fund-state revenue from
15 increased economic activity.

16 NEW SECTION. **Sec. 915. COLLECTIVE BARGAINING AGREEMENT--WFSE**
17 **HIGHER EDUCATION COMMUNITY COLLEGE COALITION**

18 An agreement has been reached between the governor and the
19 Washington federation of state employees community college coalition
20 under the provisions of chapter 41.80 RCW for the 2013-2015 fiscal
21 biennium. Funding is provided to add a longevity step. The agreement
22 also includes a one percent salary increase for all bargaining unit
23 members effective July 1, 2014, through June 30, 2015, contingent on
24 the state collecting \$200,000,000 or more in unanticipated general
25 fund-state revenue from increased economic activity.

26 NEW SECTION. **Sec. 916. COLLECTIVE BARGAINING AGREEMENT--WPEA**
27 **HIGHER EDUCATION COMMUNITY COLLEGE COALITION**

28 An agreement has been reached between the governor and the
29 Washington public employees association community college coalition
30 under the provisions of chapter 41.80 RCW for the 2013-2015 fiscal
31 biennium. Funding is provided to add a longevity step. The agreement
32 also includes a one percent salary increase for all bargaining unit
33 members effective July 1, 2014, through June 30, 2015, contingent on
34 the state collecting \$200,000,000 or more in unanticipated general
35 fund-state revenue from increased economic activity.

1 NEW SECTION. **Sec. 917. COLLECTIVE BARGAINING AGREEMENT FOR**
2 **NONSTATE EMPLOYEES--LANGUAGE ACCESS PROVIDERS WFSE**

3 An agreement has been reached between the governor and the
4 Washington federation of state employees for the language access
5 providers under the provisions of chapter 41.56 RCW for the 2013-2015
6 fiscal biennium. Funding is provided for a rate increase of 50 cents
7 per hour effective July 1, 2013, and rate increase of 50 cents per hour
8 effective July 1, 2014. Funding is also provided to accommodate a
9 change to the no-show payment rules.

10 NEW SECTION. **Sec. 918. COLLECTIVE BARGAINING AGREEMENT FOR**
11 **NONSTATE EMPLOYEES--SEIU HEALTHCARE 775NW HOMECARE WORKERS**

12 An agreement has been reached between the governor and the service
13 employees international union healthcare 775nw through an interest
14 arbitration decision under the provisions of chapter 74.39A and 41.56
15 RCW for the 2013-2015 fiscal biennium. Funding is provided for
16 increases to wages and pay differentials, mileage allowance, and
17 healthcare contributions. Funding is also provided for a paid holiday
18 and payment of certification and testing fees.

19 NEW SECTION. **Sec. 919. COLLECTIVE BARGAINING AGREEMENT FOR**
20 **NONSTATE EMPLOYEES--SEIU LOCAL 925 CHILDCARE WORKERS**

21 An agreement has been reached between the governor and the service
22 employees international union local 925 under the provisions of chapter
23 41.56 RCW for the 2013-2015 fiscal biennium. Funding is provided for
24 increases to health care, scholarship funding and non-standard hours
25 bonus.

26 NEW SECTION. **Sec. 920. COLLECTIVE BARGAINING AGREEMENT FOR**
27 **NONSTATE EMPLOYEES--WSRCC ADULT FAMILY HOMES**

28 An agreement has been reached between the governor and the
29 Washington state residential care council under the provisions of
30 chapter 41.56 RCW for the 2013-2015 fiscal biennium. Funding is
31 provided for a specialty adult family home contract for community
32 placement of clients currently in western state hospital and an
33 increase in the daily bed hold rate (days eight through twenty).

34 NEW SECTION. **Sec. 921. COLLECTIVE BARGAINING AGREEMENT--WSP**

1 **TROOPERS ASSOCIATION**

2 An agreement has been reached between the governor and the
3 Washington state patrol troopers association through an interest
4 arbitration decision under the provisions of chapter 41.56 RCW for the
5 2013-2015 fiscal biennium. Funding is provided for the awarded three
6 percent salary increase for all bargaining unit members effective July
7 1, 2013, and a one percent increase to longevity pay for years five
8 through nine effective July 1, 2014.

9 NEW SECTION. **Sec. 922. COLLECTIVE BARGAINING AGREEMENT--WSP**
10 **LIEUTENANTS ASSOCIATION**

11 An agreement has been reached between the governor and the
12 Washington state patrol lieutenants association through an interest
13 arbitration decision under the provisions of chapter 41.56 RCW for the
14 2013-2015 fiscal biennium. Funding is provided for the awarded three
15 percent salary increase for all bargaining unit members effective July
16 1, 2014, and for parking of department issued vehicles for employees
17 assigned vehicles at the general administration building or capital
18 campus.

19 NEW SECTION. **Sec. 923. COLLECTIVE BARGAINING AGREEMENT--YAKIMA**
20 **VALLEY COMMUNITY COLLEGE--WPEA**

21 An agreement has been reached between Yakima Valley Community
22 College and the Washington public employees association under the
23 provisions of chapter 41.80 RCW for the 2013-2015 fiscal biennium.
24 Funding is provided to add a longevity step. The agreement also
25 includes that economic terms and conditions replicate those specified
26 in the agreement executed by and between the Washington state higher
27 education coalition and the Washington public employees association
28 under RCW 41.80.010 for the term July 1, 2013, to June 30, 2015.

29 NEW SECTION. **Sec. 924. COLLECTIVE BARGAINING AGREEMENT--THE**
30 **EVERGREEN STATE COLLEGE--WFSE**

31 An agreement has been reached between The Evergreen State College
32 and the Washington federation of state employees under the provisions
33 of chapter 41.80 RCW for the 2013-2015 fiscal biennium. Funding is
34 provided to add a longevity step and a personal leave day. Funding is

1 also provided for a one percent salary increase for all bargaining unit
2 members beginning July 1, 2014.

3 NEW SECTION. **Sec. 925. COLLECTIVE BARGAINING AGREEMENT--WESTERN**
4 **WASHINGTON UNIVERSITY--WFSE**

5 An agreement has been reached between the Western Washington
6 University and the Washington federation of state employees under the
7 provisions of chapter 41.80 RCW for the 2013-2015 fiscal biennium.
8 Funding is provided to add a longevity step. The agreement also
9 includes compensation equal to any compensation increase approved,
10 implemented, and funded by the state for general government classified
11 represented staff through the general service salary schedule.

12 NEW SECTION. **Sec. 926. COLLECTIVE BARGAINING AGREEMENT--WESTERN**
13 **WASHINGTON UNIVERSITY--PSE**

14 An agreement has been reached between the Western Washington
15 University and the public schools employees under the provisions of
16 chapter 41.80 RCW for the 2013-2015 fiscal biennium. Funding is
17 provided to add a longevity step. The agreement also includes
18 compensation equal to any compensation increase approved, implemented,
19 and funded by the state for general government classified represented
20 staff through the general service salary schedule.

21 NEW SECTION. **Sec. 927. COLLECTIVE BARGAINING AGREEMENT--EASTERN**
22 **WASHINGTON UNIVERSITY--WFSE**

23 An agreement has been reached between Eastern Washington University
24 and the Washington federation of state employees under the provisions
25 of chapter 41.80 RCW for the 2013-2015 fiscal biennium. Funding is
26 provided to add a longevity step. Funding is also provided for a one
27 percent salary increase for all bargaining unit members beginning July
28 1, 2013, and a one percent salary increase for all bargaining unit
29 members beginning July 1, 2014.

30 NEW SECTION. **Sec. 928. COLLECTIVE BARGAINING AGREEMENT--CENTRAL**
31 **WASHINGTON UNIVERSITY--WFSE**

32 An agreement has been reached between Central Washington University
33 and the Washington federation of state employees under the provisions
34 of chapter 41.80 RCW for the 2013-2015 fiscal biennium. Funding is

1 provided to add a longevity step and for a one percent salary increase
2 for all bargaining unit members beginning July 1, 2014. The agreement
3 also includes additional one-time payments each November of each fiscal
4 year for members continually employed during the preceding twelve
5 months in an amount up to three percent of member's gross wages
6 contingent on the university's achievement of the goals contained in
7 its student success incentive program.

8 NEW SECTION. **Sec. 929. COLLECTIVE BARGAINING AGREEMENT--CENTRAL**
9 **WASHINGTON UNIVERSITY--PSE**

10 An agreement has been reached between Central Washington University
11 and the public schools employees under the provisions of chapter 41.80
12 RCW for the 2013-2015 fiscal biennium. Funding is provided to add a
13 longevity step. The agreement includes a one percent salary increase
14 for all bargaining unit members beginning July 1, 2014, and in the
15 event classified employees bargaining at the general government's
16 higher education tables receive a general wage increase greater than
17 one percent, salary ranges will increase by the higher amount. The
18 agreement also includes additional one-time payments each November each
19 fiscal year for members continually employed during the preceding
20 twelve months in an amount up to three percent of member's gross wages
21 contingent on the university's achievement of the goals contained in
22 its student success incentive program.

23 NEW SECTION. **Sec. 930. COLLECTIVE BARGAINING AGREEMENT--**
24 **UNIVERSITY OF WASHINGTON--WFSE**

25 An agreement has been reached between the University of Washington
26 and the Washington federation of state employees under the provisions
27 of chapter 41.80 RCW for the 2013-2015 fiscal biennium. Funding is
28 provided for additional premium pay, preceptor pay, and professional
29 development increases. Funding is also provided for a two percent wage
30 increase for all bargaining unit members beginning July 1, 2013, a two
31 percent wage increase for all bargaining unit members beginning July 1,
32 2014. The agreement also provides that if the university agrees to
33 across-the-board salary increases for any SEIU 925 bargaining unit that
34 are more favorable than those negotiated with WFSE, the university will
35 grant the same salary increase to WFSE-represented employees.

1 NEW SECTION. **Sec. 931. COLLECTIVE BARGAINING AGREEMENT--**
2 **UNIVERSITY OF WASHINGTON--SEIU 925**

3 An agreement has been reached between the University of Washington
4 and the service employees international union local 925 under the
5 provisions of chapter 41.80 RCW for the 2013-2015 fiscal biennium.
6 Funding is provided for additional step increases, a two percent salary
7 increase for all bargaining unit members beginning July 1, 2013, and a
8 two percent salary increase for all bargaining unit members beginning
9 July 1, 2014. The agreement also provides that if the university
10 agrees to across-the-board salary increases or general increases for a
11 SEIU 1199 or Washington state nurse association bargaining unit that
12 are more favorable than those negotiated with SEIU 925, the university
13 will grant the same salary increase to SEIU 925-represented employees.

14 NEW SECTION. **Sec. 932. COLLECTIVE BARGAINING AGREEMENT--**
15 **UNIVERSITY OF WASHINGTON--TEAMSTERS 117 (UW POLICE OFFICERS)**

16 An agreement has been reached between the University of Washington
17 and the teamsters 117 under the provisions of chapter 41.80 RCW for the
18 2013-2015 fiscal biennium. Funding is provided for a two percent
19 salary increase for all bargaining unit members beginning July 1, 2013,
20 and a two percent salary increase for all bargaining unit members
21 beginning July 1, 2014.

22 NEW SECTION. **Sec. 933. COLLECTIVE BARGAINING AGREEMENT--**
23 **WASHINGTON STATE UNIVERSITY--WFSE**

24 An agreement has been reached between the Washington State
25 University and the Washington federation of state employees under the
26 provisions of chapter 41.80 RCW for the 2013-2015 fiscal biennium. The
27 agreement provides that if a general salary increase, implementation of
28 a salary survey, or a longevity step (Step M) is approved and funded by
29 the state for university nonbargaining unit covered classified staff,
30 WFSE bargaining unit members will receive the same.

31 NEW SECTION. **Sec. 934. COLLECTIVE BARGAINING AGREEMENT--**
32 **WASHINGTON STATE UNIVERSITY--PSE**

33 An agreement has been reached between the Washington State
34 University and the public schools employees under the provisions of
35 chapter 41.80 RCW for the 2013-2015 fiscal biennium. The agreement

1 provides that the bargaining unit members have a "me-too" agreement
2 regarding cost of living increases with university classified staff
3 utilizing the general service higher education salary schedule should
4 the university request and receive funding to provide an across-the-
5 board salary increase for classified staff.

6 NEW SECTION. **Sec. 935. COLLECTIVE BARGAINING AGREEMENT--**
7 **WASHINGTON STATE UNIVERSITY--WSU POLICE GUILD**

8 An agreement has been reached between the Washington State
9 University and the WSU Police Guild under the provisions of chapter
10 41.80 RCW for the 2013-2015 fiscal biennium. Funding is provided to
11 add a longevity step.

12 NEW SECTION. **Sec. 936. COMPENSATION--REPRESENTED EMPLOYEES--**
13 **SUPER COALITION--INSURANCE BENEFITS**

14 No agreement was reached between the governor and the health care
15 super coalition under the provisions of chapter 41.80 RCW for the
16 2013-2015 fiscal biennium. Appropriations in this act for state
17 agencies, including institutions of higher education are sufficient to
18 continue the provisions of the 2011-2013 collective bargaining
19 agreement, and are subject to the following conditions and limitations:

20 (1)(a) The monthly employer funding rate for insurance benefit
21 premiums, public employees' benefits board administration, and the
22 uniform medical plan, shall not exceed \$782 per eligible employee for
23 fiscal year 2014. For fiscal year 2015 the monthly employer funding
24 rate shall not exceed \$791 per eligible employee.

25 (b) In order to achieve the level of funding provided for health
26 benefits, the public employees' benefits board shall require or make
27 any or all of the following: Employee premium copayments, increases in
28 point-of-service cost sharing, the implementation of managed
29 competition, or other changes to benefits consistent with RCW
30 41.05.065.

31 (c) The health care authority shall deposit any moneys received on
32 behalf of the uniform medical plan as a result of rebates on
33 prescription drugs, audits of hospitals, subrogation payments, or any
34 other moneys recovered as a result of prior uniform medical plan claims
35 payments, into the public employees' and retirees' insurance account to

1 be used for insurance benefits. Such receipts shall not be used for
2 administrative expenditures.

3 (2) The health care authority, subject to the approval of the
4 public employees' benefits board, shall provide subsidies for health
5 benefit premiums to eligible retired or disabled public employees and
6 school district employees who are eligible for medicare, pursuant to
7 RCW 41.05.085. For calendar years 2014 and 2015, the subsidy shall be
8 up to \$150.00 per month.

9 NEW SECTION. **Sec. 937. COMPENSATION--REPRESENTED EMPLOYEES**
10 **OUTSIDE SUPER COALITION--INSURANCE BENEFITS**

11 Appropriations for state agencies in this act are sufficient for
12 represented employees outside the super coalition for health benefits,
13 and are subject to the following conditions and limitations:

14 (1)(a) The monthly employer funding rate for insurance benefit
15 premiums, public employees' benefits board administration, and the
16 uniform medical plan, shall not exceed \$782 per eligible employee for
17 fiscal year 2014. For fiscal year 2015 the monthly employer funding
18 rate shall not exceed \$791 per eligible employee.

19 (b) In order to achieve the level of funding provided for health
20 benefits, the public employees' benefits board shall require or make
21 any or all of the following: Employee premium copayments, increases in
22 point-of-service cost sharing, the implementation of managed
23 competition, or other changes to benefits consistent with RCW
24 41.05.065.

25 (c) The health care authority shall deposit any moneys received on
26 behalf of the uniform medical plan as a result of rebates on
27 prescription drugs, audits of hospitals, subrogation payments, or any
28 other moneys recovered as a result of prior uniform medical plan claims
29 payments, into the public employees' and retirees' insurance account to
30 be used for insurance benefits. Such receipts shall not be used for
31 administrative expenditures.

32 (2) The health care authority, subject to the approval of the
33 public employees' benefits board, shall provide subsidies for health
34 benefit premiums to eligible retired or disabled public employees and
35 school district employees who are eligible for medicare, pursuant to
36 RCW 41.05.085. For calendar years 2014 and 2015, the subsidy shall be
37 up to \$150.00 per month.

1 NEW SECTION. **Sec. 938. COMPENSATION--NONREPRESENTED EMPLOYEES--**
2 **INSURANCE BENEFITS**

3 Appropriations for state agencies in this act are sufficient for
4 nonrepresented state employee health benefits for state agencies,
5 including institutions of higher education, and are subject to the
6 following conditions and limitations:

7 (1)(a) The monthly employer funding rate for insurance benefit
8 premiums, public employees' benefits board administration, and the
9 uniform medical plan, shall not exceed \$782 per eligible employee for
10 fiscal year 2014. For fiscal year 2015 the monthly employer funding
11 rate shall not exceed \$791 per eligible employee.

12 (b) In order to achieve the level of funding provided for health
13 benefits, the public employees' benefits board shall require or make
14 any or all of the following: Employee premium copayments, increases in
15 point-of-service cost sharing, the implementation of managed
16 competition, or other changes to benefits consistent with RCW
17 41.05.065.

18 (c) The health care authority shall deposit any moneys received on
19 behalf of the uniform medical plan as a result of rebates on
20 prescription drugs, audits of hospitals, subrogation payments, or any
21 other moneys recovered as a result of prior uniform medical plan claims
22 payments, into the public employees' and retirees' insurance account to
23 be used for insurance benefits. Such receipts shall not be used for
24 administrative expenditures.

25 (2) The health care authority, subject to the approval of the
26 public employees' benefits board, shall provide subsidies for health
27 benefit premiums to eligible retired or disabled public employees and
28 school district employees who are eligible for medicare, pursuant to
29 RCW 41.05.085. For calendar years 2014 and 2015, the subsidy shall be
30 up to \$150.00 per month.

31 (3) Technical colleges, school districts, and educational service
32 districts shall remit to the health care authority for deposit into the
33 public employees' and retirees' insurance account established in RCW
34 41.05.120 the following amounts:

35 (a) For each full-time employee, \$64.40 per month beginning
36 September 1, 2013, and \$70.39 beginning September 1, 2014; and

37 (b) For each part-time employee, who at the time of the remittance
38 is employed in an eligible position as defined in RCW 41.32.010 or

1 41.40.010 and is eligible for employer fringe benefit contributions for
2 basic benefits, \$64.40 each month beginning September 1, 2013, and
3 \$70.39 beginning September 1, 2014, prorated by the proportion of
4 employer fringe benefit contributions for a full-time employee that the
5 part-time employee receives. The remittance requirements specified in
6 this subsection (3) shall not apply to employees of a technical
7 college, school district, or educational service district who purchase
8 insurance benefits through contracts with the health care authority.

9 NEW SECTION. **Sec. 939. COMPENSATION--REVISE PENSION CONTRIBUTION**
10 **RATES**

11 The appropriations for school districts and state agencies,
12 including institutions of higher education are subject to the following
13 conditions and limitations: Appropriations are adjusted to reflect
14 changes to agency appropriations to reflect pension contribution rates
15 adopted by the pension funding council and the law enforcement
16 officers' and firefighters' retirement system plan 2 board.

17 NEW SECTION. **Sec. 940. NONREPRESENTED EMPLOYEE LONGEVITY STEP**

18 For classified state employees, except those within the Washington
19 management service and except those represented by a bargaining unit
20 under chapters 41.80, 41.56, or 47.64 RCW, funding is provided within
21 agency appropriations for implementation of a longevity step, in
22 accordance with rules adopted under RCW 41.06.133.

23 NEW SECTION. **Sec. 941. COLLECTIVE BARGAINING AGREEMENTS**

24 For collective bargaining agreements negotiated with the state for
25 the 2013-2015 fiscal biennium under chapter 41.80 RCW, the governor may
26 request funds to implement the terms and conditions of any agreement
27 negotiated by an institution of higher education and submitted to the
28 office of financial management after October 1, 2012, but before
29 December 20, 2012, if that agreement is determined to be financially
30 feasible to the state by the director of financial management.

31 NEW SECTION. **Sec. 942. COMPENSATION - CONTINGENT INCREASE IN**
32 **SALARIES AND WAGES**

33 (1) If the director of the office of financial management
34 determines that the February 2014 economic and revenue forecast council

1 forecast for general fund--state revenues for fiscal year 2015 is
2 \$200,000,000 or more than the September 2012 economic and revenue
3 forecast council forecast for general fund--state revenues for fiscal
4 year 2015 as a result of increased economic activity, effective July 1,
5 2014, appropriations to state agencies will increase in the amounts
6 specified in LEAP Document 2013-H01 to fund a one percent salary
7 increase effective July 1, 2014, through June 30, 2015, for the
8 following state employees:

- 9 (a) All classified employees;
- 10 (b) Employees in the Washington management service;
- 11 (c) Except as provided in subsection (2) of this section, employees
12 exempt from merit system rules in the legislative, executive, and
13 judicial branches;
- 14 (d) Employees of the marine division of the department of
15 transportation represented by the office and professional employees
16 international union local eight and service employees international
17 union local six.

18 (2) The salary increase in this section is not provided to the
19 following state employees:

- 20 (a) Commissioned officers of the Washington state patrol
21 represented by the Washington state patrol troopers association and the
22 Washington state patrol lieutenants association;

23 (b) Employees of the marine division of the department of
24 transportation represented by:

- 25 (i) The ferry agents, supervisors, project administrators
26 association;
- 27 (ii) The Pacific northwest regional council of carpenters;
- 28 (iii) The Puget Sound metal trades council;
- 29 (iv) The marine engineers' beneficial association unlicensed engine
30 room employees;
- 31 (v) The marine engineers' beneficial association licensed engineer
32 officers;
- 33 (vi) The masters, mates and pilots - mates;
- 34 (vii) The masters, mates and pilots - masters;
- 35 (viii) The masters, mates and pilots - watch supervisors; and
- 36 (ix) The inlandboatmen's union of the pacific.

37 (c) Employees whose maximum salaries are set by the commission on
38 salaries for elected officials; and

1 (d) Faculty employees and employees exempt from merit system rules
2 at institutions of higher education.

3 (3) For purposes of this section, "increased economic activity"
4 means additional revenue derived from taxable business and consumer
5 activity and does not include revenue changes from changes in state or
6 federal law or revenue changes characterized by the economic and
7 revenue forecast council as a noneconomic change.

8 NEW SECTION. **Sec. 943. ACQUISITION OF INFORMATION TECHNOLOGY**
9 **PROJECTS THROUGH FINANCIAL CONTRACTS**

10 (1) Financial contracts for the acquisition of the information
11 technology projects authorized in this section must be approved jointly
12 by the office of the financial management and the office of the chief
13 information officer. Information technology projects funded under this
14 section shall meet the following requirements:

15 (a) The project reduces costs and achieves economies of scale by
16 leveraging statewide investments in systems and data and other common
17 or enterprise-wide solutions within and across state agencies;

18 (b) The project begins or continues replacement of legacy
19 information technology systems and replacing these systems with modern
20 and more efficient information technology systems;

21 (c) The project improves the ability of an agency to recover from
22 major disaster;

23 (d) The project provides future savings and efficiencies for an
24 agency through reduced operating costs, improved customer service, or
25 increased revenue collections; and

26 (e) Preference for project approval must be given to an agency that
27 has prior approval from the office of the chief information officer, an
28 approved business plan, and where the primary hurdle to project funding
29 is the lack of funding capacity.

30 (2) The following state agencies may enter into financial contracts
31 to finance expenditures for the acquisition and implementation of the
32 following information technology projects for up to the respective
33 amounts indicated, plus financing expenses and required reserves
34 pursuant to chapter 39.94 RCW:

35 (a) Subject to subsection (4) of this section, \$10,000,000 for the
36 department of enterprise services time, leave, and attendance pilot
37 project;

1 (b) \$3,867,000 for the Washington state patrol for continuation of
2 the mobile office platform;

3 (c) \$8,500,000 for the department of social and health services
4 conversion to the tenth version of the world health organization's
5 international classification of diseases;

6 (d) \$5,558,343 for the department of early learning system
7 implementation of electronic benefit transfers;

8 (e) \$9,404,000 for the employment security department to modernize
9 the unemployment insurance benefit system; and

10 (f) \$4,323,000 for the department of corrections for radio
11 infrastructure upgrades.

12 (3) The office of financial management with assistance from the
13 office of the chief information officer will report to the governor and
14 fiscal committees of the legislature by November 1st of each year on
15 the status of distributions and expenditures on information technology
16 projects and improved statewide or agency performance results achieved
17 by project funding.

18 (4) If the Washington state department of transportation enters
19 into financial contracts pursuant to chapter 39.94 RCW for the
20 acquisition and implementation of a time, leave, and labor distribution
21 system, the authorization provided to the department of enterprise
22 services in subsection (2)(a) of this section expires.

23 NEW SECTION. **Sec. 944. INFORMATION SYSTEMS PROJECTS**

24 Agencies shall comply with the following requirements regarding
25 information systems projects when specifically directed to do so by
26 this act.

27 (1) Agency planning and decisions concerning information technology
28 shall be made in the context of its information technology portfolio.
29 "Information technology portfolio" means a strategic management
30 approach in which the relationships between agency missions and
31 information technology investments can be seen and understood, such
32 that: Technology efforts are linked to agency objectives and business
33 plans; the impact of new investments on existing infrastructure and
34 business functions are assessed and understood before implementation;
35 and agency activities are consistent with the development of an
36 integrated, nonduplicative statewide infrastructure.

1 (2) Agencies shall use their information technology portfolios in
2 making decisions on matters related to the following: (a) System
3 refurbishment, acquisitions, and development efforts; (b) setting goals
4 and objectives for using information technology in meeting
5 legislatively-mandated missions and business needs; (c) assessment of
6 overall information processing performance, resources, and
7 capabilities; (d) ensuring appropriate transfer of technological
8 expertise for the operation of any new systems developed using external
9 resources; and (e) progress toward enabling electronic access to public
10 information.

11 (3) Each project will be planned and designed to take optimal
12 advantage of Internet technologies and protocols. Agencies shall
13 ensure that the project is in compliance with the architecture,
14 infrastructure, principles, policies, and standards of digital
15 government as maintained by the office of the chief information
16 officer.

17 (4) The agency shall produce a feasibility study for information
18 technology projects at the direction of the technology services board
19 and in accordance with published office of the chief information
20 officer policies and guidelines. At a minimum, such studies shall
21 include a statement of: (a) The purpose or impetus for change; (b) the
22 business value to the agency, including an examination and evaluation
23 of benefits, advantages, and cost; (c) a comprehensive risk assessment
24 based on the proposed project's impact on both citizens and state
25 operations, its visibility, and the consequences of doing nothing; (d)
26 the impact on agency and statewide information infrastructure; and (e)
27 the impact of the proposed enhancements to an agency's information
28 technology capabilities on meeting service delivery demands.

29 (5) The agency shall produce a comprehensive management plan for
30 each project. The plan or plans shall address all factors critical to
31 successful completion of each project. The plan(s) shall include, but
32 is not limited to, the following elements: A description of the
33 problem or opportunity that the information technology project is
34 intended to address; a statement of project objectives and assumptions;
35 a definition and schedule of phases, tasks, and activities to be
36 accomplished; and the estimated cost of each phase. The planning for
37 the phased approach shall be such that the business case justification

1 for a project needs to demonstrate how the project recovers cost or
2 adds measurable value or positive cost benefit to the agency's business
3 functions within each development cycle.

4 (6) The agency shall produce quality assurance plans for
5 information technology projects. Consistent with the direction of the
6 technology services board and the published policies and guidelines of
7 the office of the chief information officer, the quality assurance plan
8 shall address all factors critical to successful completion of the
9 project and successful integration with the agency and state
10 information technology infrastructure. At a minimum, quality assurance
11 plans shall provide time and budget benchmarks against which project
12 progress can be measured, a specification of quality assurance
13 responsibilities, and a statement of reporting requirements. The
14 quality assurance plans shall set out the functionality requirements
15 for each phase of a project.

16 (7) A copy of each feasibility study, project management plan, and
17 quality assurance plan shall be provided to the office of the chief
18 information officer and legislative fiscal committees. The plans and
19 studies shall demonstrate a sound business case that justifies the
20 investment of taxpayer funds on any new project, an assessment of the
21 impact of the proposed system on the existing information technology
22 infrastructure, the disciplined use of preventative measures to
23 mitigate risk, and the leveraging of private-sector expertise as
24 needed. Authority to expend any funds for individual information
25 systems projects is conditioned on the approval of the relevant
26 feasibility study, project management plan, and quality assurance plan
27 by the office of the chief information officer.

28 (8) Quality assurance status reports shall be submitted to the
29 office of the chief information officer and legislative fiscal
30 committees at intervals specified in the project's quality assurance
31 plan.

32 NEW SECTION. **Sec. 945. PERSONAL COMPUTER ACQUISITION AND**
33 **REPLACEMENT**

34 (1) The legislature finds that the state must achieve reduced costs
35 in the acquisition and deployment of new and replacement personal
36 computers. The office of the chief information officer of the state

1 must develop a policy on the procurement of personal computers with the
2 goal of reducing the total life cycle cost of ownership. The policy
3 must be effective no later than September 1, 2013.

4 (2) At a minimum, the policy must address frequency of replacement,
5 identify a preferred financing method, and identify one or more
6 preferred equipment configurations. Financing methods examined in
7 developing the policy must include leasing, lease purchasing,
8 purchasing using certificates of participation and cash purchase. In
9 determining total life cycle costs, the office of the chief information
10 officer must consider the cost of acquisition, deployment, financing,
11 maintenance, and decommissioning of personal computers including any
12 residual software licensing costs. The office of the chief information
13 officer may include any other criteria deemed appropriate in developing
14 the policy.

15 (3) The office of the attorney general shall participate in a pilot
16 acquisition program. Key elements of the pilot will include a regular
17 replacement cycle that ensures reliable equipment and is acquired by
18 lease. Deployment of the replacement computer and decommissioning of
19 the old computer must also be part of the acquisition contract. The
20 office of the attorney general must work with the office of the chief
21 information officer to determine the costs and benefits of this
22 approach relative to cash procurement and agency deployment and
23 decommissioning. The office of the chief information officer shall
24 report on the findings of the pilot not later than January 1, 2015.

25 (4) While judicial, legislative, and higher education agencies are
26 exempt from this policy, they are encouraged to adhere to the policy to
27 the maximum extent practicable in meeting the goal of lowering the
28 total life cycle cost of ownership for personal computers.

29 NEW SECTION. **Sec. 946. INFORMATION TECHNOLOGY SECURITY PROGRAMS**
30 **AND TRAINING**

31 (1) The office of the state chief information officer has developed
32 information technology security guidelines to assist state agencies in
33 implementing an information technology security program. Before any
34 agency may expend amounts appropriated in this act on information
35 technology equipment, the agency must adopt the information technology
36 security guidelines or the state chief information officer must approve
37 an agency's information technology security program.

1 (2) Before any agency expends appropriations provided in this act
2 for information technology equipment purchases, employees of that
3 agency that use information technology resources must be scheduled for
4 training on information technology security.

5 (3) The office of the chief information officer, the department of
6 enterprise services, and the consolidated technology services agency
7 must facilitate the training of newly hired employees in information
8 technology security.

9 **Sec. 947.** RCW 2.28.170 and 2009 c 445 s 2 are each amended to read
10 as follows:

11 (1) Counties may establish and operate drug courts.

12 (2) For the purposes of this section, "drug court" means a court
13 that has special calendars or dockets designed to achieve a reduction
14 in recidivism and substance abuse among nonviolent, substance abusing
15 felony and nonfelony offenders, whether adult or juvenile, by
16 increasing their likelihood for successful rehabilitation through
17 early, continuous, and intense judicially supervised treatment;
18 mandatory periodic drug testing; and the use of appropriate sanctions
19 and other rehabilitation services.

20 (3)(a) Any jurisdiction that seeks a state appropriation to fund a
21 drug court program must first:

22 (i) Exhaust all federal funding that is available to support the
23 operations of its drug court and associated services; and

24 (ii) Match, on a dollar-for-dollar basis, state moneys allocated
25 for drug court programs with local cash or in-kind resources. Moneys
26 allocated by the state must be used to supplement, not supplant, other
27 federal, state, and local funds for drug court operations and
28 associated services. However, from July 26, 2009, until June 30,
29 ((2013)) 2015, no match is required for state moneys expended for the
30 administrative and overhead costs associated with the operation of a
31 drug court pursuant to RCW 70.96A.350.

32 (b) Any county that establishes a drug court pursuant to this
33 section shall establish minimum requirements for the participation of
34 offenders in the program. The drug court may adopt local requirements
35 that are more stringent than the minimum. The minimum requirements
36 are:

37 (i) The offender would benefit from substance abuse treatment;

1 (ii) The offender has not previously been convicted of a serious
2 violent offense or sex offense as defined in RCW 9.94A.030; and

3 (iii) Without regard to whether proof of any of these elements is
4 required to convict, the offender is not currently charged with or
5 convicted of an offense:

6 (A) That is a sex offense;

7 (B) That is a serious violent offense;

8 (C) During which the defendant used a firearm; or

9 (D) During which the defendant caused substantial or great bodily
10 harm or death to another person.

11 **Sec. 948.** RCW 15.76.115 and 2011 1st sp.s. c 50 s 926 are each
12 amended to read as follows:

13 The fair fund is created in the custody of the state treasury. All
14 moneys received by the department of agriculture for the purposes of
15 this fund and from RCW 67.16.105(7) shall be deposited into the fund.
16 At the beginning of fiscal year 2002 and each fiscal year thereafter,
17 the state treasurer shall transfer into the fair fund from the general
18 fund the sum of two million dollars, except (~~for fiscal year 2011 the~~
19 ~~state treasurer shall transfer into the fair fund from the general fund~~
20 ~~the sum of one million one hundred three thousand dollars, and except~~)
21 during fiscal year ((2012)) 2014 and fiscal year ((2013)) 2015 the
22 state treasurer shall transfer into the fair fund from the general fund
23 the sum of one million ((seven)) five hundred ((fifty)) thousand
24 dollars each fiscal year. Expenditures from the fund may be used only
25 for assisting fairs in the manner provided in this chapter. Only the
26 director of agriculture or the director's designee may authorize
27 expenditures from the fund. The fund is subject to allotment
28 procedures under chapter 43.88 RCW, but no appropriation is required
29 for expenditures.

30 **Sec. 949.** RCW 28B.20.476 and 2007 c 216 s 2 are each amended to
31 read as follows:

32 The geoduck aquaculture research account is created in the custody
33 of the state treasurer. All receipts from any legislative
34 appropriations, the aquaculture industry, or any other private or
35 public source directed to the account must be deposited in the account.
36 Expenditures from the account may only be used by the sea grant program

1 for the geoduck research projects identified by RCW 28B.20.475. Only
2 the president of the University of Washington or the president's
3 designee may authorize expenditures from the account. The account is
4 subject to the allotment procedures under chapter 43.88 RCW, but an
5 appropriation is not required for expenditures. During the 2013-2015
6 fiscal biennium, amounts available in the geoduck aquaculture research
7 account may also be appropriated for the sea grant program at the
8 University of Washington to conduct research examining the possible
9 negative and positive effects of evolving shellfish aquaculture
10 techniques and practices on Washington's economy and marine ecosystems.

11 **Sec. 950.** RCW 28B.92.010 and 2004 c 275 s 34 are each amended to
12 read as follows:

13 The purposes of this chapter are to establish the principles upon
14 which the state financial aid programs will be based and to establish
15 the state of Washington state need grant program, thus assisting
16 financially needy or disadvantaged students domiciled in Washington to
17 obtain the opportunity of attending an accredited institution of higher
18 education. State need grants under this chapter are available only to
19 students who are resident students as defined in RCW 28B.15.012(2) (a)
20 through ~~((d))~~ (e) or any person who has completed the full senior
21 year of high school and obtained a high school diploma, either at a
22 Washington public high school or private high school approved under
23 chapter 28A.195 RCW, or a person who has received the equivalent of a
24 diploma; who has lived in Washington state for at least three years
25 immediately before receiving the diploma or its equivalent; who has
26 continuously lived in the state of Washington after receiving the
27 diploma or its equivalent and until such time as the individual is
28 admitted to an eligible institution of higher education and has been
29 granted deferred action for childhood arrival status pursuant to the
30 rules and regulations adopted by the United States citizenship and
31 immigration services.

32 **Sec. 951.** RCW 41.26.802 and 2008 c 99 s 4 are each amended to read
33 as follows:

34 (1) By September 30, 2011, if the prior fiscal biennium's general
35 state revenues exceed the previous fiscal biennium's revenues by more

1 than five percent, subject to appropriation by the legislature, the
2 state treasurer shall transfer five million dollars to the local public
3 safety enhancement account.

4 ~~(2) ((By September 30, 2013, if the prior fiscal biennium's general
5 state revenues exceed the previous fiscal biennium's revenues by more
6 than five percent, subject to appropriation by the legislature, the
7 state treasurer shall transfer ten million dollars to the local public
8 safety enhancement account.~~

9 ~~(3))~~ By September 30, 2015, if the prior fiscal biennium's general
10 state revenues exceed the previous fiscal biennium's revenues by more
11 than five percent, subject to appropriation by the legislature, the
12 state treasurer shall transfer twenty million dollars to the local
13 public safety enhancement account.

14 (4) By September 30, 2017, and by September 30 of each odd-numbered
15 year thereafter, if the prior fiscal biennium's general state revenues
16 exceed the previous fiscal biennium's revenues by more than five
17 percent, subject to appropriation by the legislature, the state
18 treasurer shall transfer the lesser of one-third of the increase, or
19 fifty million dollars, to the local public safety enhancement account.

20 **Sec. 952.** RCW 41.60.050 and 2011 1st sp.s. c 50 s 937 and 2011 1st
21 sp.s. c 43 s 473 are each reenacted and amended to read as follows:

22 The legislature shall appropriate from the personnel service fund
23 for the payment of administrative costs of the productivity board.
24 However, during the 2011-2013 and 2013-2015 fiscal ((~~biennium~~))
25 biennia, the operations of the productivity board shall be suspended.

26 **Sec. 953.** RCW 41.80.010 and 2011 1st sp.s. c 50 s 938 and 2011 c
27 344 s 1 are each reenacted and amended to read as follows:

28 (1) For the purpose of negotiating collective bargaining agreements
29 under this chapter, the employer shall be represented by the governor
30 or governor's designee, except as provided for institutions of higher
31 education in subsection (4) of this section.

32 (2)(a) If an exclusive bargaining representative represents more
33 than one bargaining unit, the exclusive bargaining representative shall
34 negotiate with each employer representative as designated in subsection
35 (1) of this section one master collective bargaining agreement on
36 behalf of all the employees in bargaining units that the exclusive

1 bargaining representative represents. For those exclusive bargaining
2 representatives who represent fewer than a total of five hundred
3 employees each, negotiation shall be by a coalition of all those
4 exclusive bargaining representatives. The coalition shall bargain for
5 a master collective bargaining agreement covering all of the employees
6 represented by the coalition. The governor's designee and the
7 exclusive bargaining representative or representatives are authorized
8 to enter into supplemental bargaining of agency-specific issues for
9 inclusion in or as an addendum to the master collective bargaining
10 agreement, subject to the parties' agreement regarding the issues and
11 procedures for supplemental bargaining. This section does not prohibit
12 cooperation and coordination of bargaining between two or more
13 exclusive bargaining representatives.

14 (b) This subsection (2) does not apply to exclusive bargaining
15 representatives who represent employees of institutions of higher
16 education, except when the institution of higher education has elected
17 to exercise its option under subsection (4) of this section to have its
18 negotiations conducted by the governor or governor's designee under the
19 procedures provided for general government agencies in subsections (1)
20 through (3) of this section.

21 (c) If five hundred or more employees of an independent state
22 elected official listed in RCW 43.01.010 are organized in a bargaining
23 unit or bargaining units under RCW 41.80.070, the official shall be
24 consulted by the governor or the governor's designee before any
25 agreement is reached under (a) of this subsection concerning
26 supplemental bargaining of agency specific issues affecting the
27 employees in such bargaining unit.

28 (3) The governor shall submit a request for funds necessary to
29 implement the compensation and fringe benefit provisions in the master
30 collective bargaining agreement or for legislation necessary to
31 implement the agreement. Requests for funds necessary to implement the
32 provisions of bargaining agreements shall not be submitted to the
33 legislature by the governor unless such requests:

34 (a) Have been submitted to the director of the office of financial
35 management by October 1 prior to the legislative session at which the
36 requests are to be considered; and

37 (b) Have been certified by the director of the office of financial
38 management as being feasible financially for the state.

1 The legislature shall approve or reject the submission of the
2 request for funds as a whole. The legislature shall not consider a
3 request for funds to implement a collective bargaining agreement unless
4 the request is transmitted to the legislature as part of the governor's
5 budget document submitted under RCW 43.88.030 and 43.88.060. If the
6 legislature rejects or fails to act on the submission, either party may
7 reopen all or part of the agreement or the exclusive bargaining
8 representative may seek to implement the procedures provided for in RCW
9 41.80.090.

10 (4)(a)(i) For the purpose of negotiating agreements for
11 institutions of higher education, the employer shall be the respective
12 governing board of each of the universities, colleges, or community
13 colleges or a designee chosen by the board to negotiate on its behalf.

14 (ii) A governing board of a university or college may elect to have
15 its negotiations conducted by the governor or governor's designee under
16 the procedures provided for general government agencies in subsections
17 (1) through (3) of this section, except that:

18 (A) The governor or the governor's designee and an exclusive
19 bargaining representative shall negotiate one master collective
20 bargaining agreement for all of the bargaining units of employees of a
21 university or college that the representative represents; or

22 (B) If the parties mutually agree, the governor or the governor's
23 designee and an exclusive bargaining representative shall negotiate one
24 master collective bargaining agreement for all of the bargaining units
25 of employees of more than one university or college that the
26 representative represents.

27 (iii) A governing board of a community college may elect to have
28 its negotiations conducted by the governor or governor's designee under
29 the procedures provided for general government agencies in subsections
30 (1) through (3) of this section.

31 (b) Prior to entering into negotiations under this chapter, the
32 institutions of higher education or their designees shall consult with
33 the director of the office of financial management regarding financial
34 and budgetary issues that are likely to arise in the impending
35 negotiations.

36 (c)(i) In the case of bargaining agreements reached between
37 institutions of higher education other than the University of
38 Washington and exclusive bargaining representatives agreed to under the

1 provisions of this chapter, if appropriations are necessary to
2 implement the compensation and fringe benefit provisions of the
3 bargaining agreements, the governor shall submit a request for such
4 funds to the legislature according to the provisions of subsection (3)
5 of this section, except as provided in (c)(iii) of this subsection.

6 (ii) In the case of bargaining agreements reached between the
7 University of Washington and exclusive bargaining representatives
8 agreed to under the provisions of this chapter, if appropriations are
9 necessary to implement the compensation and fringe benefit provisions
10 of a bargaining agreement, the governor shall submit a request for such
11 funds to the legislature according to the provisions of subsection (3)
12 of this section, except as provided in this subsection (4)(c)(ii) and
13 as provided in (c)(iii) of this subsection.

14 (A) If appropriations of less than ten thousand dollars are
15 necessary to implement the provisions of a bargaining agreement, a
16 request for such funds shall not be submitted to the legislature by the
17 governor unless the request has been submitted to the director of the
18 office of financial management by October 1 prior to the legislative
19 session at which the request is to be considered.

20 (B) If appropriations of ten thousand dollars or more are necessary
21 to implement the provisions of a bargaining agreement, a request for
22 such funds shall not be submitted to the legislature by the governor
23 unless the request:

24 (I) Has been submitted to the director of the office of financial
25 management by October 1 prior to the legislative session at which the
26 request is to be considered; and

27 (II) Has been certified by the director of the office of financial
28 management as being feasible financially for the state.

29 (C) If the director of the office of financial management does not
30 certify a request under (c)(ii)(B) of this subsection as being feasible
31 financially for the state, the parties shall enter into collective
32 bargaining solely for the purpose of reaching a mutually agreed upon
33 modification of the agreement necessary to address the absence of those
34 requested funds. The legislature may act upon the compensation and
35 fringe benefit provisions of the modified collective bargaining
36 agreement if those provisions are agreed upon and submitted to the
37 office of financial management and legislative budget committees before

1 final legislative action on the biennial or supplemental operating
2 budget by the sitting legislature.

3 (iii) In the case of a bargaining unit of employees of institutions
4 of higher education in which the exclusive bargaining representative is
5 certified during or after the conclusion of a legislative session, the
6 legislature may act upon the compensation and fringe benefit provisions
7 of the unit's initial collective bargaining agreement if those
8 provisions are agreed upon and submitted to the office of financial
9 management and legislative budget committees before final legislative
10 action on the biennial or supplemental operating budget by the sitting
11 legislature.

12 (5) There is hereby created a joint committee on employment
13 relations, which consists of two members with leadership positions in
14 the house of representatives, representing each of the two largest
15 caucuses; the chair and ranking minority member of the house
16 appropriations committee, or its successor, representing each of the
17 two largest caucuses; two members with leadership positions in the
18 senate, representing each of the two largest caucuses; and the chair
19 and ranking minority member of the senate ways and means committee, or
20 its successor, representing each of the two largest caucuses. The
21 governor shall periodically consult with the committee regarding
22 appropriations necessary to implement the compensation and fringe
23 benefit provisions in the master collective bargaining agreements, and
24 upon completion of negotiations, advise the committee on the elements
25 of the agreements and on any legislation necessary to implement the
26 agreements.

27 (6) If, after the compensation and fringe benefit provisions of an
28 agreement are approved by the legislature, a significant revenue
29 shortfall occurs resulting in reduced appropriations, as declared by
30 proclamation of the governor or by resolution of the legislature, both
31 parties shall immediately enter into collective bargaining for a
32 mutually agreed upon modification of the agreement.

33 (7) After the expiration date of a collective bargaining agreement
34 negotiated under this chapter, all of the terms and conditions
35 specified in the collective bargaining agreement remain in effect until
36 the effective date of a subsequently negotiated agreement, not to
37 exceed one year from the expiration date stated in the agreement.
38 Thereafter, the employer may unilaterally implement according to law.

1 (8) For the ((2011-2013)) 2013-2015 fiscal biennium, a collective
2 bargaining agreement related to employee health care benefits
3 negotiated between the employer and coalition pursuant to RCW
4 41.80.020(3) regarding the dollar amount expended on behalf of each
5 employee shall be a separate agreement for which the governor may
6 request funds necessary to implement the agreement. ((If such an
7 agreement is negotiated and funded by the legislature, this agreement
8 will supersede any terms and conditions of an expired 2009-2011
9 biennial master collective bargaining agreement under this chapter
10 regarding health care benefits.)) The legislature may act upon a
11 2013-2015 collective bargaining agreement related to employee health
12 care benefits if an agreement is reached and submitted to the office of
13 financial management and legislative budget committees before final
14 legislative action on the biennial or supplemental operating
15 appropriations act by the sitting legislature.

16 **Sec. 954.** RCW 41.80.020 and 2011 1st sp.s. c 50 s 939 and 2011 1st
17 sp.s. c 43 s 445 are each reenacted and amended to read as follows:

18 (1) Except as otherwise provided in this chapter, the matters
19 subject to bargaining include wages, hours, and other terms and
20 conditions of employment, and the negotiation of any question arising
21 under a collective bargaining agreement.

22 (2) The employer is not required to bargain over matters pertaining
23 to:

24 (a) Health care benefits or other employee insurance benefits,
25 except as required in subsection (3) of this section;

26 (b) Any retirement system or retirement benefit; or

27 (c) Rules of the human resources director, the director of
28 enterprise services, or the Washington personnel resources board
29 adopted under RCW 41.06.157.

30 (3) Matters subject to bargaining include the number of names to be
31 certified for vacancies, promotional preferences, and the dollar amount
32 expended on behalf of each employee for health care benefits. However,
33 except as provided otherwise in this subsection for institutions of
34 higher education, negotiations regarding the number of names to be
35 certified for vacancies, promotional preferences, and the dollar amount
36 expended on behalf of each employee for health care benefits shall be
37 conducted between the employer and one coalition of all the exclusive

1 bargaining representatives subject to this chapter. The exclusive
2 bargaining representatives for employees that are subject to chapter
3 47.64 RCW shall bargain the dollar amount expended on behalf of each
4 employee for health care benefits with the employer as part of the
5 coalition under this subsection. Any such provision agreed to by the
6 employer and the coalition shall be included in all master collective
7 bargaining agreements negotiated by the parties. For institutions of
8 higher education, promotional preferences and the number of names to be
9 certified for vacancies shall be bargained under the provisions of RCW
10 41.80.010(4). For agreements covering the ((2011-2013)) 2013-2015
11 fiscal biennium, any agreement between the employer and the coalition
12 regarding the dollar amount expended on behalf of each employee for
13 health care benefits is a separate agreement and shall not be included
14 in the master collective bargaining agreements negotiated by the
15 parties.

16 (4) The employer and the exclusive bargaining representative shall
17 not agree to any proposal that would prevent the implementation of
18 approved affirmative action plans or that would be inconsistent with
19 the comparable worth agreement that provided the basis for the salary
20 changes implemented beginning with the 1983-1985 biennium to achieve
21 comparable worth.

22 (5) The employer and the exclusive bargaining representative shall
23 not bargain over matters pertaining to management rights established in
24 RCW 41.80.040.

25 (6) Except as otherwise provided in this chapter, if a conflict
26 exists between an executive order, administrative rule, or agency
27 policy relating to wages, hours, and terms and conditions of employment
28 and a collective bargaining agreement negotiated under this chapter,
29 the collective bargaining agreement shall prevail. A provision of a
30 collective bargaining agreement that conflicts with the terms of a
31 statute is invalid and unenforceable.

32 (7) This section does not prohibit bargaining that affects
33 contracts authorized by RCW 41.06.142.

34 **Sec. 955.** RCW 43.08.190 and 2011 1st sp.s. c 50 s 941 are each
35 amended to read as follows:

36 There is hereby created a fund within the state treasury to be

1 known as the "state treasurer's service fund." Such fund shall be used
2 solely for the payment of costs and expenses incurred in the operation
3 and administration of the state treasurer's office.

4 Moneys shall be allocated monthly and placed in the state
5 treasurer's service fund equivalent to a maximum of one percent of the
6 trust and treasury average daily cash balances from the earnings
7 generated under the authority of RCW 43.79A.040 and 43.84.080 other
8 than earnings generated from investment of balances in funds and
9 accounts specified in RCW 43.79A.040(4)(c). The allocation shall
10 precede the distribution of the remaining earnings as prescribed under
11 RCW 43.79A.040 and 43.84.092. The state treasurer shall establish a
12 uniform allocation rate for all funds and accounts; except that the
13 state treasurer may negotiate a different allocation rate with any
14 state agency that has independent authority over funds not statutorily
15 required to be held in the state treasury or in the custody of the
16 state treasurer. In no event shall the rate be less than the actual
17 costs incurred by the state treasurer's office. If no rate is
18 separately negotiated, the default rate for any funds held shall be the
19 rate set for funds held pursuant to statute.

20 During the 2009-2011 fiscal biennium and the 2011-2013 and 2013-
21 2015 fiscal (~~(biennium))~~ biennia, the legislature may transfer from the
22 state treasurer's service fund to the state general fund such amounts
23 as reflect the excess fund balance of the fund.

24 **Sec. 956.** RCW 43.79.445 and 2005 c 166 s 3 are each amended to
25 read as follows:

26 There is established an account in the state treasury referred to
27 as the "death investigations account" which shall exist for the purpose
28 of receiving, holding, investing, and disbursing funds appropriated or
29 provided in RCW 70.58.107 and any moneys appropriated or otherwise
30 provided thereafter.

31 Moneys in the death investigations account shall be disbursed by
32 the state treasurer once every year on December 31 and at any other
33 time determined by the treasurer. The treasurer shall make
34 disbursements to: The state toxicology laboratory, counties for the
35 cost of autopsies, the state patrol for providing partial funding for
36 the state dental identification system, the criminal justice training
37 commission for training county coroners, medical examiners and their

1 staff, and the state forensic investigations council. (~~Funds from the~~
2 ~~death investigations account may be appropriated during the 1997-99~~
3 ~~biennium for the purposes of statewide child mortality reviews~~
4 ~~administered by the department of health.)) Funds from the death
5 investigations account may be appropriated during the 2013-2015 fiscal
6 biennium for the activities of the state crime laboratory within the
7 Washington state patrol.~~

8 **Sec. 957.** RCW 43.79.480 and 2011 1st sp.s. c 50 s 947 are each
9 amended to read as follows:

10 (1) Moneys received by the state of Washington in accordance with
11 the settlement of the state's legal action against tobacco product
12 manufacturers, exclusive of costs and attorneys' fees, shall be
13 deposited in the tobacco settlement account created in this section
14 except as these moneys are sold or assigned under chapter 43.340 RCW.

15 (2) The tobacco settlement account is created in the state
16 treasury. Moneys in the tobacco settlement account may only be
17 transferred to the state general fund, and to the tobacco prevention
18 and control account for purposes set forth in this section. The
19 legislature shall transfer amounts received as strategic contribution
20 payments as defined in RCW 43.350.010 to the life sciences discovery
21 fund created in RCW 43.350.070. During the 2009-2011 and 2011-2013
22 fiscal biennia, the legislature may transfer less than the entire
23 strategic contribution payments, and may transfer amounts attributable
24 to strategic contribution payments into the basic health plan
25 stabilization account. During the 2013-2015 fiscal biennium, the
26 legislature may transfer less than the entire strategic contribution
27 payments, and may transfer amounts attributable to strategic
28 contribution payments into the state 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 2009-2011 fiscal biennium, the legislature
35 may transfer from the tobacco prevention and control account to the
36 state general fund such amounts as represent the excess fund balance of
37 the account.

1 **Sec. 958.** RCW 43.101.200 and 2011 1st sp.s. c 50 s 949 are each
2 amended to read as follows:

3 (1) All law enforcement personnel, except volunteers, and reserve
4 officers whether paid or unpaid, initially employed on or after January
5 1, 1978, shall engage in basic law enforcement training which complies
6 with standards adopted by the commission pursuant to RCW 43.101.080.
7 For personnel initially employed before January 1, 1990, such training
8 shall be successfully completed during the first fifteen months of
9 employment of such personnel unless otherwise extended or waived by the
10 commission and shall be requisite to the continuation of such
11 employment. Personnel initially employed on or after January 1, 1990,
12 shall commence basic training during the first six months of employment
13 unless the basic training requirement is otherwise waived or extended
14 by the commission. Successful completion of basic training is
15 requisite to the continuation of employment of such personnel initially
16 employed on or after January 1, 1990.

17 (2) Except as otherwise provided in this chapter, the commission
18 shall provide the aforementioned training together with necessary
19 facilities, supplies, materials, and the board and room of noncommuting
20 attendees for seven days per week, except during the ((2011-2013))
21 2013-2015 fiscal biennium when the employing, county, city((+,+)) or
22 state law enforcement agency shall reimburse the commission for twenty-
23 five percent of the cost of training its personnel. Additionally, to
24 the extent funds are provided for this purpose, the commission shall
25 reimburse to participating law enforcement agencies with ten or less
26 full-time commissioned patrol officers the cost of temporary
27 replacement of each officer who is enrolled in basic law enforcement
28 training: PROVIDED, That such reimbursement shall include only the
29 actual cost of temporary replacement not to exceed the total amount of
30 salary and benefits received by the replaced officer during his or her
31 training period.

32 **Sec. 959.** RCW 43.155.050 and 2012 2nd sp.s. c 2 s 6004 are each
33 amended to read as 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

1 account shall be used to make loans and to give financial guarantees to
2 local governments for public works projects. Moneys in the account may
3 also be appropriated to provide for state match requirements under
4 federal law for projects and activities conducted and financed by the
5 board under the drinking water assistance account. Not more than
6 fifteen percent of the biennial capital budget appropriation to the
7 public works board from this account may be expended or obligated for
8 preconstruction loans, emergency loans, or loans for capital facility
9 planning under this chapter; of this amount, not more than ten percent
10 of the biennial capital budget appropriation may be expended for
11 emergency loans and not more than one percent of the biennial capital
12 budget appropriation may be expended for capital facility planning
13 loans. During the 2011-2013 and 2013-2015 fiscal (~~(biennium))~~ biennia,
14 the legislature may transfer from the public works assistance account
15 to the general fund, the water pollution control revolving account, and
16 the drinking water assistance account such amounts as reflect the
17 excess fund balance of the account. During the 2011-2013 fiscal
18 biennium, the legislature may appropriate moneys from the account for
19 economic development, innovation, and export grants, including
20 brownfields; main street improvement grants; and the loan program
21 consolidation board. During the 2013-2015 fiscal biennium, the
22 legislature may appropriate moneys from the account for grants to local
23 governments for growth management planning and implementation. During
24 the 2013-2015 fiscal biennium, the legislature may transfer from the
25 public works assistance account to the general fund such amounts as
26 reflect the excess fund balance of the account.

27 **Sec. 960.** RCW 46.66.080 and 2011 1st sp.s. c 50 s 958 are each
28 amended to read as follows:

29 (1) The Washington auto theft prevention authority account is
30 created in the state treasury, subject to appropriation. All revenues
31 from the traffic infraction surcharge in RCW 46.63.110(7)(b) and all
32 receipts from gifts, grants, bequests, devises, or other funds from
33 public and private sources to support the activities of the auto theft
34 prevention authority must be deposited into the account. Expenditures
35 from the account may be used only for activities relating to motor
36 vehicle theft, including education, prevention, law enforcement,
37 investigation, prosecution, and confinement. During the (~~2009-2011~~

1 ~~and~~) 2011-2013 and 2013-2015 fiscal biennia, the legislature may
2 appropriate moneys from the Washington auto theft prevention authority
3 account for criminal justice purposes and community building (~~and may~~
4 ~~transfer funds to the state general fund such amounts as reflect the~~
5 ~~excess fund balance of the account~~)).

6 (2) The authority shall allocate moneys appropriated from the
7 account to public agencies for the purpose of establishing,
8 maintaining, and supporting programs that are designed to prevent motor
9 vehicle theft, including:

10 (a) Financial support to prosecution agencies to increase the
11 effectiveness of motor vehicle theft prosecution;

12 (b) Financial support to a unit of local government or a team
13 consisting of units of local governments to increase the effectiveness
14 of motor vehicle theft enforcement;

15 (c) Financial support for the procurement of equipment and
16 technologies for use by law enforcement agencies for the purpose of
17 enforcing motor vehicle theft laws; and

18 (d) Financial support for programs that are designed to educate and
19 assist the public in the prevention of motor vehicle theft.

20 (3) The costs of administration shall not exceed ten percent of the
21 moneys in the account in any one year so that the greatest possible
22 portion of the moneys available to the authority is expended on
23 combating motor vehicle theft.

24 (4) Prior to awarding any moneys from the Washington auto theft
25 prevention authority account for motor vehicle theft enforcement, the
26 auto theft prevention authority must verify that the financial award
27 includes sufficient funding to cover proposed activities, which
28 include, but are not limited to: (a) State, municipal, and county
29 offender and juvenile confinement costs; (b) administration costs; (c)
30 law enforcement costs; (d) prosecutor costs; and (e) court costs, with
31 a priority being given to ensuring that sufficient funding is available
32 to cover state, municipal, and county offender and juvenile confinement
33 costs.

34 (5) Moneys expended from the Washington auto theft prevention
35 authority account under subsection (2) of this section shall be used to
36 supplement, not supplant, other moneys that are available for motor
37 vehicle theft prevention.

1 (6) Grants provided under subsection (2) of this section constitute
2 reimbursement for purposes of RCW 43.135.060(1).

3 **Sec. 961.** RCW 70.93.180 and 2011 1st sp.s. c 50 s 963 are each
4 amended to read as follows:

5 (1) There is hereby created an account within the state treasury to
6 be known as the "waste reduction, recycling, and litter control
7 account". Moneys in the account may be spent only after appropriation.
8 Expenditures from the waste reduction, recycling, and litter control
9 account shall be used as follows:

10 (a) Fifty percent to the department of ecology, for use by the
11 departments of ecology, natural resources, revenue, transportation, and
12 corrections, and the parks and recreation commission, for use in litter
13 collection programs, to be distributed under RCW 70.93.220. The amount
14 to the department of ecology shall also be used for a central
15 coordination function for litter control efforts statewide, for the
16 biennial litter survey under RCW 70.93.200(8), and for statewide public
17 awareness programs under RCW 70.93.200(7). The amount to the
18 department shall also be used to defray the costs of administering the
19 funding, coordination, and oversight of local government programs for
20 waste reduction, litter control, and recycling, so that local
21 governments can apply one hundred percent of their funding to achieving
22 program goals. The amount to the department of revenue shall be used
23 to enforce compliance with the litter tax imposed in chapter 82.19 RCW;

24 (b) Twenty percent to the department for local government funding
25 programs for waste reduction, litter control, and recycling activities
26 by cities and counties under RCW 70.93.250, to be administered by the
27 department of ecology; and

28 (c) Thirty percent to the department of ecology for waste reduction
29 and recycling efforts.

30 (2) All taxes imposed in RCW 82.19.010 and fines and bail
31 forfeitures collected or received pursuant to this chapter shall be
32 deposited in the waste reduction, recycling, and litter control account
33 and used for the programs under subsection (1) of this section.

34 (3) Not less than five percent and no more than ten percent of the
35 amount appropriated into the waste reduction, recycling, and litter
36 control account every biennium shall be reserved for capital needs,
37 including the purchase of vehicles for transporting crews and for

1 collecting litter and solid waste. Capital funds shall be distributed
2 among state agencies and local governments according to the same
3 criteria provided in RCW 70.93.220 for the remainder of the funds, so
4 that the most effective waste reduction, litter control, and recycling
5 programs receive the most funding. The intent of this subsection is to
6 provide funds for the purchase of equipment that will enable the
7 department to account for the greatest return on investment in terms of
8 reaching a zero litter goal.

9 ~~(4) ((During the 2009-2011 fiscal biennium, the legislature may
10 transfer from the waste reduction, recycling, and litter control
11 account to the state general fund such amounts as reflect the excess
12 fund balance of the account. Additionally, during the 2009-2011 fiscal
13 biennium, subsection (1)(a), (b), and (c) of this section is suspended.~~

14 ~~(5) During the 2011-2013 fiscal biennium, the legislature may
15 transfer from the waste reduction, recycling, and litter control
16 account to the state general fund such amounts as reflect the excess
17 fund balance of the account. Additionally, during the 2011-2013 fiscal
18 biennium, subsection (1)(a), (b), and (c) of this section is
19 suspended.)) During the 2013-2015 fiscal biennium, the legislature may
20 transfer from the waste reduction, recycling, and litter control
21 account to the state general fund such amounts as reflect the excess
22 fund balance of the account. Additionally, during the 2013-2015 fiscal
23 biennium, subsection (1)(a), (b), and (c) of this section is suspended.~~

24 **Sec. 962.** RCW 70.96A.350 and 2011 2nd sp.s. c 9 s 910 are each
25 amended to read as follows:

26 (1) The criminal justice treatment account is created in the state
27 treasury. Moneys in the account may be expended solely for: (a)
28 Substance abuse treatment and treatment support services for offenders
29 with an addiction or a substance abuse problem that, if not treated,
30 would result in addiction, against whom charges are filed by a
31 prosecuting attorney in Washington state; (b) the provision of drug and
32 alcohol treatment services and treatment support services for
33 nonviolent offenders within a drug court program; (c) the
34 administrative and overhead costs associated with the operation of a
35 drug court; and (d) during the 2011-2013 biennium, the legislature may
36 appropriate up to three million dollars from the account in order to
37 offset reductions in the state general fund for treatment services

1 provided by counties. This amount is not subject to the requirements
2 of subsections (5) through (9) of this section. During the 2013-2015
3 fiscal biennium, the legislature may transfer from the criminal justice
4 treatment account to the state general fund amounts as reflect the
5 state savings associated with the implementation of the medicaid
6 expansion of the federal affordable care act. Moneys in the account
7 may be spent only after appropriation.

8 (2) For purposes of this section:

9 (a) "Treatment" means services that are critical to a participant's
10 successful completion of his or her substance abuse treatment program,
11 but does not include the following services: Housing other than that
12 provided as part of an inpatient substance abuse treatment program,
13 vocational training, and mental health counseling; and

14 (b) "Treatment support" means transportation to or from inpatient
15 or outpatient treatment services when no viable alternative exists, and
16 child care services that are necessary to ensure a participant's
17 ability to attend outpatient treatment sessions.

18 (3) Revenues to the criminal justice treatment account consist of:

19 (a) Funds transferred to the account pursuant to this section; and (b)
20 any other revenues appropriated to or deposited in the account.

21 (4)(a) For the fiscal biennium beginning July 1, 2003, the state
22 treasurer shall transfer eight million nine hundred fifty thousand
23 dollars from the general fund into the criminal justice treatment
24 account, divided into eight equal quarterly payments. For the fiscal
25 year beginning July 1, 2005, and each subsequent fiscal year, the state
26 treasurer shall transfer eight million two hundred fifty thousand
27 dollars from the general fund to the criminal justice treatment
28 account, divided into four equal quarterly payments. For the fiscal
29 year beginning July 1, 2006, and each subsequent fiscal year, the
30 amount transferred shall be increased on an annual basis by the
31 implicit price deflator as published by the federal bureau of labor
32 statistics.

33 (b) In each odd-numbered year, the legislature shall appropriate
34 the amount transferred to the criminal justice treatment account in (a)
35 of this subsection to the division of alcohol and substance abuse for
36 the purposes of subsection (5) of this section.

37 (5) Moneys appropriated to the division of alcohol and substance
38 abuse from the criminal justice treatment account shall be distributed

1 as specified in this subsection. The department shall serve as the
2 fiscal agent for purposes of distribution. Until July 1, 2004, the
3 department may not use moneys appropriated from the criminal justice
4 treatment account for administrative expenses and shall distribute all
5 amounts appropriated under subsection (4)(b) of this section in
6 accordance with this subsection. Beginning in July 1, 2004, the
7 department may retain up to three percent of the amount appropriated
8 under subsection (4)(b) of this section for its administrative costs.

9 (a) Seventy percent of amounts appropriated to the division from
10 the account shall be distributed to counties pursuant to the
11 distribution formula adopted under this section. The division of
12 alcohol and substance abuse, in consultation with the department of
13 corrections, the Washington state association of counties, the
14 Washington state association of drug court professionals, the superior
15 court judges' association, the Washington association of prosecuting
16 attorneys, representatives of the criminal defense bar, representatives
17 of substance abuse treatment providers, and any other person deemed by
18 the division to be necessary, shall establish a fair and reasonable
19 methodology for distribution to counties of moneys in the criminal
20 justice treatment account. County or regional plans submitted for the
21 expenditure of formula funds must be approved by the panel established
22 in (b) of this subsection.

23 (b) Thirty percent of the amounts appropriated to the division from
24 the account shall be distributed as grants for purposes of treating
25 offenders against whom charges are filed by a county prosecuting
26 attorney. The division shall appoint a panel of representatives from
27 the Washington association of prosecuting attorneys, the Washington
28 association of sheriffs and police chiefs, the superior court judges'
29 association, the Washington state association of counties, the
30 Washington defender's association or the Washington association of
31 criminal defense lawyers, the department of corrections, the Washington
32 state association of drug court professionals, substance abuse
33 treatment providers, and the division. The panel shall review county
34 or regional plans for funding under (a) of this subsection and grants
35 approved under this subsection. The panel shall attempt to ensure that
36 treatment as funded by the grants is available to offenders statewide.

37 (6) The county alcohol and drug coordinator, county prosecutor,
38 county sheriff, county superior court, a substance abuse treatment

1 provider appointed by the county legislative authority, a member of the
2 criminal defense bar appointed by the county legislative authority,
3 and, in counties with a drug court, a representative of the drug court
4 shall jointly submit a plan, approved by the county legislative
5 authority or authorities, to the panel established in subsection (5)(b)
6 of this section, for disposition of all the funds provided from the
7 criminal justice treatment account within that county. The funds shall
8 be used solely to provide approved alcohol and substance abuse
9 treatment pursuant to RCW 70.96A.090, treatment support services, and
10 for the administrative and overhead costs associated with the operation
11 of a drug court.

12 (a) No more than ten percent of the total moneys received under
13 subsections (4) and (5) of this section by a county or group of
14 counties participating in a regional agreement shall be spent on the
15 administrative and overhead costs associated with the operation of a
16 drug court.

17 (b) No more than ten percent of the total moneys received under
18 subsections (4) and (5) of this section by a county or group of
19 counties participating in a regional agreement shall be spent for
20 treatment support services.

21 (7) Counties are encouraged to consider regional agreements and
22 submit regional plans for the efficient delivery of treatment under
23 this section.

24 (8) Moneys allocated under this section shall be used to
25 supplement, not supplant, other federal, state, and local funds used
26 for substance abuse treatment.

27 (9) Counties must meet the criteria established in RCW
28 2.28.170(3)(b).

29 (10) The authority under this section to use funds from the
30 criminal justice treatment account for the administrative and overhead
31 costs associated with the operation of a drug court expires June 30,
32 ((2013)) 2015.

33 **Sec. 963.** RCW 70.105D.070 and 2012 2nd sp.s. c 7 s 920 and 2012
34 2nd sp.s. c 2 s 6005 are each reenacted and amended to read as follows:

35 (1) The state toxics control account and the local toxics control
36 account are hereby created in the state treasury.

1 (2) The following moneys shall be deposited into the state toxics
2 control account: (a) Those revenues which are raised by the tax
3 imposed under RCW 82.21.030 and which are attributable to that portion
4 of the rate equal to thirty-three one-hundredths of one percent; (b)
5 the costs of remedial actions recovered under this chapter or chapter
6 70.105A RCW; (c) penalties collected or recovered under this chapter;
7 and (d) any other money appropriated or transferred to the account by
8 the legislature. Moneys in the account may be used only to carry out
9 the purposes of this chapter, including but not limited to the
10 following activities:

11 (i) The state's responsibility for hazardous waste planning,
12 management, regulation, enforcement, technical assistance, and public
13 education required under chapter 70.105 RCW;

14 (ii) The state's responsibility for solid waste planning,
15 management, regulation, enforcement, technical assistance, and public
16 education required under chapter 70.95 RCW;

17 (iii) The hazardous waste cleanup program required under this
18 chapter;

19 (iv) State matching funds required under the federal cleanup law;

20 (v) Financial assistance for local programs in accordance with
21 chapters 70.95, 70.95C, 70.95I, and 70.105 RCW;

22 (vi) State government programs for the safe reduction, recycling,
23 or disposal of hazardous wastes from households, small businesses, and
24 agriculture;

25 (vii) Hazardous materials emergency response training;

26 (viii) Water and environmental health protection and monitoring
27 programs;

28 (ix) Programs authorized under chapter 70.146 RCW;

29 (x) A public participation program, including regional citizen
30 advisory committees;

31 (xi) Public funding to assist potentially liable persons to pay for
32 the costs of remedial action in compliance with cleanup standards under
33 RCW 70.105D.030(2)(e) but only when the amount and terms of such
34 funding are established under a settlement agreement under RCW
35 70.105D.040(4) and when the director has found that the funding will
36 achieve both (A) a substantially more expeditious or enhanced cleanup
37 than would otherwise occur, and (B) the prevention or mitigation of
38 unfair economic hardship;

1 (xii) Development and demonstration of alternative management
2 technologies designed to carry out the hazardous waste management
3 priorities of RCW 70.105.150;

4 (xiii) During the ~~((2009-2011 and 2011-2013))~~ 2013-2015 fiscal
5 biennia, shoreline update technical assistance;

6 ~~((xiv) During the 2009-2011 fiscal biennium, multijurisdictional
7 permitting teams;~~

8 ~~(xv) During the 2011-2013 fiscal biennium, actions for reducing
9 public exposure to toxic air pollution, and actions taken through the
10 family forest fish passage program to correct barriers to fish passage
11 on privately owned small forest lands; and~~

12 ~~(xvi) During the 2011-2013 fiscal biennium, the department of
13 ecology's water quality, shorelands and environmental assessment,
14 hazardous waste, waste to resources, nuclear waste, and air quality
15 programs))~~

16 (xiv) During the 2013-2015 fiscal biennium, the department of
17 ecology's water quality, shorelands, environmental assessment,
18 administration, and air quality programs;

19 (xv) During the 2013-2015 fiscal biennium, solid and hazardous
20 waste compliance at the department of corrections;

21 (xvi) During the 2013-2015 fiscal biennium, activities at the
22 department of fish and wildlife concerning water quality monitoring,
23 hatchery water quality regulatory compliance, and technical assistance
24 to local governments on growth management and shoreline management; and

25 (xvii) During the 2013-2015 fiscal biennium, forest practices
26 regulation at the department of natural resources.

27 (3) The following moneys shall be deposited into the local toxics
28 control account: Those revenues which are raised by the tax imposed
29 under RCW 82.21.030 and which are attributable to that portion of the
30 rate equal to thirty-seven one-hundredths of one percent.

31 (a) Moneys deposited in the local toxics control account shall be
32 used by the department for grants or loans to local governments for the
33 following purposes in descending order of priority:

34 (i) Remedial actions;

35 (ii) Hazardous waste plans and programs under chapter 70.105 RCW;

36 (iii) Solid waste plans and programs under chapters 70.95, 70.95C,
37 70.95I, and 70.105 RCW;

1 (iv) Funds for a program to assist in the assessment and cleanup of
2 sites of methamphetamine production, but not to be used for the initial
3 containment of such sites, consistent with the responsibilities and
4 intent of RCW 69.50.511; and

5 (v) Cleanup and disposal of hazardous substances from abandoned or
6 derelict vessels, defined for the purposes of this section as vessels
7 that have little or no value and either have no identified owner or
8 have an identified owner lacking financial resources to clean up and
9 dispose of the vessel, that pose a threat to human health or the
10 environment.

11 (b) Funds for plans and programs shall be allocated consistent with
12 the priorities and matching requirements established in chapters
13 70.105, 70.95C, 70.95I, and 70.95 RCW, except that any applicant that
14 is a Puget Sound partner, as defined in RCW 90.71.010, along with any
15 project that is referenced in the action agenda developed by the Puget
16 Sound partnership under RCW 90.71.310, shall, except as conditioned by
17 RCW 70.105D.120, receive priority for any available funding for any
18 grant or funding programs or sources that use a competitive bidding
19 process. (~~During the 2007-2009 fiscal biennium, moneys in the account
20 may also be used for grants to local governments to retrofit public
21 sector diesel equipment and for storm water planning and implementation
22 activities.~~)

23 (c) To expedite cleanups throughout the state, the department shall
24 partner with local communities and liable parties for cleanups. The
25 department is authorized to use the following additional strategies in
26 order to ensure a healthful environment for future generations:

27 (i) The director may alter grant-matching requirements to create
28 incentives for local governments to expedite cleanups when one of the
29 following conditions exists:

30 (A) Funding would prevent or mitigate unfair economic hardship
31 imposed by the clean-up liability;

32 (B) Funding would create new substantial economic development,
33 public recreational, or habitat restoration opportunities that would
34 not otherwise occur; or

35 (C) Funding would create an opportunity for acquisition and
36 redevelopment of vacant, orphaned, or abandoned property under RCW
37 70.105D.040(5) that would not otherwise occur;

38 (ii) The use of outside contracts to conduct necessary studies;

1 (iii) The purchase of remedial action cost-cap insurance, when
2 necessary to expedite multiparty clean-up efforts.

3 ~~((d) To facilitate and expedite cleanups using funds from the
4 local toxics control account, during the 2009-2011 fiscal biennium the
5 director may establish grant-funded accounts to hold and disperse local
6 toxics control account funds and funds from local governments to be
7 used for remedial actions.))~~

8 (4) Except for unanticipated receipts under RCW 43.79.260 through
9 43.79.282, moneys in the state and local toxics control accounts may be
10 spent only after appropriation by statute.

11 (5) ~~((Except during the 2011-2013 fiscal biennium,))~~ One percent of
12 the moneys deposited into the state and local toxics control accounts
13 shall be allocated only for public participation grants to persons who
14 may be adversely affected by a release or threatened release of a
15 hazardous substance and to not-for-profit public interest
16 organizations. The primary purpose of these grants is to facilitate
17 the participation by persons and organizations in the investigation and
18 remedying of releases or threatened releases of hazardous substances
19 and to implement the state's solid and hazardous waste management
20 priorities. No grant may exceed sixty thousand dollars. Grants may be
21 renewed annually. Moneys appropriated for public participation from
22 either account which are not expended at the close of any biennium
23 shall revert to the state toxics control account.

24 (6) No moneys deposited into either the state or local toxics
25 control account may be used for solid waste incinerator feasibility
26 studies, construction, maintenance, or operation, or, after January 1,
27 2010, for projects designed to address the restoration of Puget Sound,
28 funded in a competitive grant process, that are in conflict with the
29 action agenda developed by the Puget Sound partnership under RCW
30 90.71.310.

31 (7) The department shall adopt rules for grant or loan issuance and
32 performance.

33 (8) During the ~~((2011-2013))~~ 2013-2015 fiscal biennium, the
34 legislature may transfer from the local toxics control account to the
35 state toxics control account such amounts as reflect excess fund
36 balance in the account.

37 (9) ~~((During the 2011-2013 fiscal biennium, the local toxics
38 control account may also be used for local government shoreline update~~

1 ~~grants and actions for reducing public exposure to toxic air pollution;~~
2 ~~funding to local governments for flood levee improvements; and grants~~
3 ~~to local governments for brownfield redevelopment.)) During the 2013-
4 2015 fiscal biennium, the local toxics control account may also be used
5 for local government storm water planning and implementation
6 activities.~~

7 (10) During the 2013-2015 fiscal biennium, the local toxics control
8 account may also be used for local government shoreline update grants.

9 (11) During the 2013-2015 fiscal biennium, the legislature may
10 transfer from the local toxics control account to the state general
11 fund such amounts as reflect excess fund balance in the account.

12 **Sec. 964.** RCW 74.13.621 and 2009 c 564 s 954 are each amended to
13 read as follows:

14 (1) Within existing resources, the department shall establish an
15 oversight committee to monitor, guide, and report on kinship care
16 recommendations and implementation activities. The committee shall:

17 (a) Draft a kinship care definition that is restricted to persons
18 related by blood, marriage, or adoption, including marriages that have
19 been dissolved, or for a minor defined as an "Indian child" under the
20 federal Indian child welfare act (25 U.S.C. Sec. 1901 et seq.), the
21 definition of "extended family member" under the federal Indian child
22 welfare act, and a set of principles. If the committee concludes that
23 one or more programs or services would be more efficiently and
24 effectively delivered under a different definition of kin, it shall
25 state what definition is needed, and identify the program or service in
26 the report. It shall also provide evidence of how the program or
27 service will be more efficiently and effectively delivered under the
28 different definition. The department shall not adopt rules or policies
29 changing the definition of kin without authorizing legislation;

30 (b) Monitor and provide consultation on the implementation of
31 recommendations contained in the 2002 kinship care report, including
32 but not limited to the recommendations relating to legal and respite
33 care services and resources;

34 (c) Partner with nonprofit organizations and private sector
35 businesses to guide a public education awareness campaign; and

36 (d) Assist with developing future recommendations on kinship care
37 issues.

1 (2) The department shall consult with the oversight committee on
2 its efforts to better collaborate and coordinate services to benefit
3 kinship care families.

4 (3) The oversight committee must consist of a minimum of thirty
5 percent kinship caregivers, who shall represent a diversity of kinship
6 families. Statewide representation with geographic, ethnic, and gender
7 diversity is required. Other members shall include representatives of
8 the department, representatives of relevant state agencies,
9 representatives of the private nonprofit and business sectors, child
10 advocates, representatives of Washington state Indian tribes as defined
11 under the federal Indian welfare act (25 U.S.C. Sec. 1901 et seq.), and
12 representatives of the legal or judicial field. Birth parents, foster
13 parents, and others who have an interest in these issues may also be
14 included.

15 (4) To the extent funding is available, the department may
16 reimburse nondepartmental members of the oversight committee for costs
17 incurred in participating in the meetings of the oversight committee.

18 (5) The kinship care oversight committee shall update the
19 legislature and governor annually on committee activities, with the
20 first update due by January 1, 2006.

21 (6) This section expires June 30, (~~2011~~) 2015.

22 **Sec. 965.** RCW 79.64.040 and 2012 2nd sp.s. c 7 s 927 are each
23 amended to read as follows:

24 (1) The board shall determine the amount deemed necessary in order
25 to achieve the purposes of this chapter and shall provide by rule for
26 the deduction of this amount from the moneys received from all leases,
27 sales, contracts, licenses, permits, easements, and rights-of-way
28 issued by the department and affecting state lands, community forest
29 trust lands, and aquatic lands, provided that no deduction shall be
30 made from the proceeds from agricultural college lands.

31 (2) Moneys received as deposits from successful bidders, advance
32 payments, and security under RCW 79.15.100, 79.15.080, and 79.11.150
33 prior to December 1, 1981, which have not been subjected to deduction
34 under this section are not subject to deduction under this section.

35 (3) Except as otherwise provided in subsections (4) and (6) of this
36 section, the deductions authorized under this section shall not exceed
37 twenty-five percent of the moneys received by the department in

1 connection with any one transaction pertaining to state lands and
2 aquatic lands other than second-class tide and shore lands and the beds
3 of navigable waters, and fifty percent of the moneys received by the
4 department pertaining to second-class tide and shore lands and the beds
5 of navigable waters.

6 (4) Deductions authorized under this section for transactions
7 pertaining to community forest trust lands must be established at a
8 level sufficient to defray over time the management costs for
9 activities prescribed in a parcel's management plan adopted pursuant to
10 RCW 79.155.080, and, if deemed appropriate by the board consistent with
11 RCW 79.155.090, to reimburse the state and any local entities' eligible
12 financial contributions for acquisition of the parcel.

13 (5) In the event that the department sells logs using the contract
14 harvesting process described in RCW 79.15.500 through 79.15.530, the
15 moneys received subject to this section are the net proceeds from the
16 contract harvesting sale.

17 (6) During the ((2011-2013)) 2013-2015 fiscal biennium, the twenty-
18 five percent limitation on deductions set in subsection (3) of this
19 section may be increased up to thirty percent by the board.

20 **Sec. 966.** RCW 79.105.150 and 2012 2nd sp.s. c 7 s 929 and 2012 2nd
21 sp.s. c 2 s 6008 are each reenacted and amended to read as follows:

22 (1) After deduction for management costs as provided in RCW
23 79.64.040 and payments to towns under RCW 79.115.150(2), all moneys
24 received by the state from the sale or lease of state-owned aquatic
25 lands and from the sale of valuable material from state-owned aquatic
26 lands shall be deposited in the aquatic lands enhancement account which
27 is hereby created in the state treasury. After appropriation, these
28 funds shall be used solely for aquatic lands enhancement projects; for
29 the purchase, improvement, or protection of aquatic lands for public
30 purposes; for providing and improving access to the lands; and for
31 volunteer cooperative fish and game projects. ((During the 2011-2013
32 fiscal biennium, the aquatic lands enhancement account may also be used
33 for scientific research as part of the adaptive management process and
34 for developing a planning report for McNeil Island. During the 2011-
35 2013 fiscal biennium, the legislature may transfer from the aquatic
36 lands enhancement account to the state general fund such amounts as
37 reflect excess fund balance of the account.)) During the ((2011-2013))

1 2013-2015 fiscal biennium, the aquatic lands enhancement account may be
2 used to support the shellfish program, the ballast water program,
3 ((parks,)) hatcheries, ((and)) the Puget Sound toxic sampling program
4 at the department of fish and wildlife, the knotweed program at the
5 department of agriculture, ((and)) the Puget SoundCorps program((-
6 ~~During the 2011-2013 fiscal biennium, the legislature may transfer from~~
7 ~~the aquatic lands enhancement account to the marine resources~~
8 ~~stewardship trust account funds for the purposes of RCW 43.372.070)),
9 state park programs at the state parks and recreation commission, and
10 the forest practices program at the department of natural resources.
11 During the 2013-2015 fiscal biennium, the legislature may transfer from
12 the aquatic lands enhancement account to the geoduck aquaculture
13 research account for research related to shellfish aquaculture.~~

14 (2) In providing grants for aquatic lands enhancement projects, the
15 recreation and conservation funding board shall:

16 (a) Require grant recipients to incorporate the environmental
17 benefits of the project into their grant applications;

18 (b) Utilize the statement of environmental benefits, consideration,
19 except as provided in RCW 79.105.610, of whether the applicant is a
20 Puget Sound partner, as defined in RCW 90.71.010, whether a project is
21 referenced in the action agenda developed by the Puget Sound
22 partnership under RCW 90.71.310, and except as otherwise provided in
23 RCW 79.105.630, and effective one calendar year following the
24 development and statewide availability of model evergreen community
25 management plans and ordinances under RCW 35.105.050, whether the
26 applicant is an entity that has been recognized, and what gradation of
27 recognition was received, in the evergreen community recognition
28 program created in RCW 35.105.030 in its prioritization and selection
29 process; and

30 (c) Develop appropriate outcome-focused performance measures to be
31 used both for management and performance assessment of the grants.

32 (3) To the extent possible, the department should coordinate its
33 performance measure system with other natural resource-related agencies
34 as defined in RCW 43.41.270.

35 (4) The department shall consult with affected interest groups in
36 implementing this section.

37 (5) After January 1, 2010, any project designed to address the

1 restoration of Puget Sound may be funded under this chapter only if the
2 project is not in conflict with the action agenda developed by the
3 Puget Sound partnership under RCW 90.71.310.

4 **Sec. 967.** RCW 86.26.007 and 2012 2nd sp.s. c 7 s 932 are each
5 amended to read as follows:

6 The flood control assistance account is hereby established in the
7 state treasury. At the beginning of the 2005-2007 fiscal biennium, the
8 state treasurer shall transfer three million dollars from the general
9 fund to the flood control assistance account. Each biennium thereafter
10 the state treasurer shall transfer four million dollars from the
11 general fund to the flood control assistance account(~~(, except that~~
12 ~~during the 2011-2013 fiscal biennium, the state treasurer shall~~
13 ~~transfer one million dollars from the general fund to the flood control~~
14 ~~assistance account)~~). Moneys in the flood control assistance account
15 may be spent only after appropriation for purposes specified under this
16 chapter. During the 2013-2015 fiscal biennium, the legislature may
17 transfer from the flood control assistance account to the state general
18 fund such amounts as reflect the excess fund balance of the account.

(End of part)

1 **Sec. 1104.** 2012 2nd sp.s. c 7 s 115 (uncodified) is amended to
2 read as follows:

3 **FOR THE ADMINISTRATOR FOR THE COURTS**

4	General Fund--State Appropriation (FY 2012)	\$50,725,000
5	General Fund--State Appropriation (FY 2013)	(\$48,429,000)
6		<u>\$49,123,000</u>
7	General Fund--Federal Appropriation	\$2,532,000
8	General Fund--Private/Local Appropriation	\$390,000
9	Judicial Information Systems Account--State	
10	Appropriation	\$42,362,000
11	Judicial Stabilization Trust Account--State	
12	Appropriation	(\$5,954,000)
13		<u>\$5,425,000</u>
14	TOTAL APPROPRIATION	(\$150,392,000)
15		<u>\$150,557,000</u>

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

18 (1) \$1,800,000 of the general fund--state appropriation for fiscal
19 year 2012 and \$1,399,000 of the general fund--state appropriation for
20 fiscal year 2013 are provided solely for school districts for petitions
21 to juvenile court for truant students as provided in RCW 28A.225.030
22 and 28A.225.035. The office of the administrator for the courts shall
23 develop an interagency agreement with the superintendent of public
24 instruction to allocate the funding provided in this subsection.
25 Allocation of this money to school districts shall be based on the
26 number of petitions filed. This funding includes amounts school
27 districts may expend on the cost of serving petitions filed under RCW
28 28A.225.030 by certified mail or by personal service or for the
29 performance of service of process for any hearing associated with RCW
30 28A.225.030.

31 (2)(a) \$8,252,000 of the general fund--state appropriation for
32 fiscal year 2012 and \$7,313,000 of the general fund--state
33 appropriation for fiscal year 2013 are provided solely for distribution
34 to county juvenile court administrators to fund the costs of processing
35 truancy, children in need of services, and at-risk youth petitions.
36 The administrator for the courts, in conjunction with the juvenile
37 court administrators, shall develop an equitable funding distribution

1 formula. The formula shall neither reward counties with higher than
2 average per-petition processing costs nor shall it penalize counties
3 with lower than average per-petition processing costs.

4 (b) Each fiscal year during the 2011-2013 fiscal biennium, each
5 county shall report the number of petitions processed and the total
6 actual costs of processing truancy, children in need of services, and
7 at-risk youth petitions. Counties shall submit the reports to the
8 administrator for the courts no later than 45 days after the end of the
9 fiscal year. The administrator for the courts shall electronically
10 transmit this information to the chairs and ranking minority members of
11 the house of representatives and senate ways and means committees no
12 later than 60 days after a fiscal year ends. These reports are deemed
13 informational in nature and are not for the purpose of distributing
14 funds.

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

20 (4) \$265,000 of the general fund--state appropriation for fiscal
21 year 2012 is provided solely for the office of public guardianship to
22 provide guardianship services for low-income incapacitated persons.

23 (5) \$1,178,000 of the judicial information systems account--state
24 appropriation is provided solely for replacing computer equipment at
25 state courts and state judicial agencies.

26 (6) No later than September 30, 2011, the judicial information
27 systems committee shall provide a report to the legislature on the
28 recommendations of the case management feasibility study, including
29 plans for a replacement of the superior court management information
30 system (SCOMIS) and plans for completing the data exchange core system
31 component consistent with a complete data exchange standard. No later
32 than December 31, 2011, the judicial information systems committee
33 shall provide a report to the legislature on the status of the data
34 exchange, the procurement process for a SCOMIS replacement, and a case
35 management system that is designed to meet the requirements approved by
36 the superior courts and county clerks of all thirty-nine counties. The
37 legislature shall solicit input on both reports from judicial,
38 legislative, and executive stakeholders.

1 (7) In order to gather better data on juveniles in the criminal
2 justice system, the administrative office of the courts shall modify
3 the judgment and sentence form for juvenile and adult sentences to
4 include one or more check boxes indicating whether (a) the adult
5 superior court had original jurisdiction for a defendant who was
6 younger than eighteen years of age at the time the case was filed; (b)
7 the case was originally filed in juvenile court but transferred to
8 adult superior court jurisdiction; or (c) the case was originally filed
9 in adult superior court or transferred to adult superior court but then
10 returned to the juvenile court.

11 (8) \$540,000 of the judicial stabilization trust account--state
12 appropriation is provided solely for the office of public guardianship
13 to continue guardianship services for those low-income incapacitated
14 persons who were receiving services on June 30, 2012.

15 (9) The Washington association of juvenile court administrators and
16 the juvenile rehabilitation administration, in consultation with the
17 community juvenile accountability act advisory committee and the
18 Washington state institute for public policy, shall analyze and review
19 data elements available from the administrative office of the courts
20 for possible integration into the evidence-based program quality
21 assurance plans and processes. The administrative office of the
22 courts, the Washington association of juvenile court administrators,
23 and the juvenile rehabilitation administration shall provide
24 information necessary to complete the review and analysis. The
25 Washington association of juvenile court administrators and the
26 juvenile rehabilitation administration shall report the findings of
27 their review and analysis, as well as any recommendations, to the
28 legislature by December 1, 2012.

29 **Sec. 1105.** 2012 2nd sp.s. c 7 s 118 (uncodified) is amended to
30 read as follows:

31 **FOR THE OFFICE OF THE GOVERNOR**

32	General Fund--State Appropriation (FY 2012)	\$5,102,000
33	General Fund--State Appropriation (FY 2013)	(\$5,247,000)
34		<u>\$5,322,000</u>
35	Economic Development Strategic Reserve Account--State	
36	Appropriation	\$1,500,000
37	TOTAL APPROPRIATION	(\$11,849,000)

1 \$11,924,000

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

4 (1) \$1,500,000 of the economic development strategic reserve
5 account appropriation is provided solely for efforts to assist with
6 currently active industrial recruitment efforts that will bring new
7 jobs to the state or will retain headquarter locations of major
8 companies currently housed in the state.

9 (2) \$540,000 of the general fund--state appropriation for fiscal
10 year 2012 and \$526,000 of the general fund--state appropriation for
11 fiscal year 2013 are provided solely for the office of the education
12 ombudsman.

13 (3) \$75,000 of the general fund--state appropriation for fiscal
14 year 2013 is provided solely for implementation of Engrossed Second
15 Substitute Senate Bill No. 5802 (greenhouse gas emissions). If the
16 bill is not enacted by June 30, 2012, the amount provided in this
17 subsection shall lapse.

18 **Sec. 1106.** 2012 2nd sp.s. c 7 s 121 (uncodified) is amended to
19 read as follows:

20 **FOR THE SECRETARY OF STATE**

21	General Fund--State Appropriation (FY 2012)	\$16,047,000
22	General Fund--State Appropriation (FY 2013)	(\$8,612,000)
23		<u>\$9,972,000</u>
24	General Fund--Federal Appropriation	\$7,326,000
25	Public Records Efficiency, Preservation, and Access	
26	Account--State Appropriation	(\$7,074,000)
27		<u>\$7,185,000</u>
28	Charitable Organization Education Account--State	
29	Appropriation	\$362,000
30	Local Government Archives Account--State	
31	Appropriation	\$8,516,000
32	Election Account--Federal Appropriation	\$17,284,000
33	Washington State Heritage Center Account--State	
34	Appropriation	\$5,028,000
35	TOTAL APPROPRIATION	(\$70,249,000)
36		<u>\$71,720,000</u>

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

3 (1) \$3,898,000 of the general fund--state appropriation for fiscal
4 year 2012 is provided solely to reimburse counties for the state's
5 share of primary and general election costs and the costs of conducting
6 mandatory recounts on state measures. Counties shall be reimbursed
7 only for those odd-year election costs that the secretary of state
8 validates as eligible for reimbursement.

9 (2)(a) \$1,847,000 of the general fund--state appropriation for
10 fiscal year 2012 and \$1,926,000 of the general fund--state
11 appropriation for fiscal year 2013 are provided solely for contracting
12 with a nonprofit organization to produce gavel-to-gavel television
13 coverage of state government deliberations and other events of
14 statewide significance during the 2011-2013 biennium. The funding
15 level for each year of the contract shall be based on the amount
16 provided in this subsection. The nonprofit organization shall be
17 required to raise contributions or commitments to make contributions,
18 in cash or in kind, in an amount equal to forty percent of the state
19 contribution. The office of the secretary of state may make full or
20 partial payment once all criteria in this subsection have been
21 satisfactorily documented.

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

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

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

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

- 1 (ii) Making contributions reportable under chapter 42.17 RCW; or
- 2 (iii) Providing any: (A) Gift; (B) honoraria; or (C) travel,
- 3 lodging, meals, or entertainment to a public officer or employee.
- 4 (3) Any reductions to funding for the Washington talking book and
- 5 Braille library may not exceed in proportion any reductions taken to
- 6 the funding for the library as a whole.

7 **Sec. 1107.** 2012 2nd sp.s. c 7 s 127 (uncodified) is amended to
 8 read as follows:

9 **FOR THE ATTORNEY GENERAL**

10	General Fund--State Appropriation (FY 2012)	\$4,758,000
11	General Fund--State Appropriation (FY 2013)	(\$7,690,000)
12		<u>\$7,890,000</u>
13	General Fund--Federal Appropriation	\$10,015,000
14	New Motor Vehicle Arbitration Account--State	
15	Appropriation	\$968,000
16	Legal Services Revolving Account--State	
17	Appropriation	(\$197,375,000)
18		<u>\$197,412,000</u>
19	Tobacco Prevention and Control Account--State	
20	Appropriation	\$270,000
21	Medicaid Fraud Penalty Account--State Appropriation	\$1,129,000
22	TOTAL APPROPRIATION	(\$222,205,000)
23		<u>\$222,442,000</u>

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

26 (1) The attorney general shall report each fiscal year on actual
 27 legal services expenditures and actual attorney staffing levels for
 28 each agency receiving legal services. The report shall be submitted to
 29 the office of financial management and the fiscal committees of the
 30 senate and house of representatives no later than ninety days after the
 31 end of each fiscal year. As part of its by agency report to the
 32 legislative fiscal committees and the office of financial management,
 33 the office of the attorney general shall include information detailing
 34 the agency's expenditures for its agency-wide overhead and a breakdown
 35 by division of division administration expenses.

36 (2) Prior to entering into any negotiated settlement of a claim
 37 against the state that exceeds five million dollars, the attorney

1 general shall notify the director of financial management and the
2 chairs of the senate committee on ways and means and the house of
3 representatives committee on ways and means.

4 (3) The attorney general shall annually report to the fiscal
5 committees of the legislature all new *cy pres* awards and settlements
6 and all new accounts, disclosing their intended uses, balances, the
7 nature of the claim or account, proposals, and intended timeframes for
8 the expenditure of each amount. The report shall be distributed
9 electronically and posted on the attorney general's web site. The
10 report shall not be printed on paper or distributed physically.

11 (4) The attorney general shall enter into an interagency agreement
12 with the department of social and health services for expenditure of
13 the state's proceeds from the *cy pres* settlement in *State of Washington*
14 *v. AstraZeneca* (Seroquel) for the purposes set forth in sections 204
15 and 213 of this act.

16 (5) \$62,000 of the legal services revolving fund--state
17 appropriation is provided solely to implement House Bill No. 1770
18 (state purchasing). If the bill is not enacted by June 30, 2011, the
19 amount provided in this subsection shall lapse.

20 (6) \$5,924,000 of the legal services revolving account--state
21 appropriation is provided solely to implement House Bill No. 2123
22 (workers' compensation). If the bill is not enacted by June 30, 2011,
23 the amount provided in this subsection shall lapse.

24 (7) The office of the attorney general is authorized to expend
25 \$2,100,000 from the *Zyprexa* and other *cy pres* awards towards consumer
26 protection costs in accordance with uses authorized in the court
27 orders.

28 (8) \$96,000 of the legal services revolving fund--state
29 appropriation is provided solely to implement Senate Bill No. 5076
30 (financial institutions). If the bill is not enacted by June 30, 2011,
31 the amount provided in this subsection shall lapse.

32 (9) \$99,000 of the legal services revolving fund--state
33 appropriation is provided solely to implement Engrossed Second
34 Substitute Senate Bill No. 5769 (coal-fired generation). If the bill
35 is not enacted by June 30, 2011, the amount provided in this subsection
36 shall lapse.

37 (10) \$416,000 of the legal services revolving fund--state

1 appropriation is provided solely to implement Substitute Senate Bill
2 No. 5801 (industrial insurance system). If the bill is not enacted by
3 June 30, 2011, the amount provided in this subsection shall lapse.

4 (11) \$31,000 of the legal services revolving fund--state
5 appropriation is provided solely to implement Engrossed Substitute
6 Senate Bill No. 5021 (election campaign disclosure). If the bill is
7 not enacted by June 30, 2011, the amount provided in this subsection
8 shall lapse.

9 (12) The executive ethics board shall: (a) Develop a statewide
10 plan, with performance measures, to provide overall direction and
11 accountability in all executive branch agencies and statewide elected
12 offices; (b) coordinate and work with the commission on judicial
13 conduct and the legislative ethics board; (c) assess and evaluate each
14 agency's ethical culture through employee and stakeholder surveys,
15 review Washington state quality award feedback reports, and publish an
16 annual report on the results to the public; and (d) solicit outside
17 evaluations, studies, and recommendations for improvements from
18 academics, nonprofit organizations, the public disclosure commission,
19 or other entities with expertise in ethics, integrity, and the public
20 sector.

21 (13) \$11,000 of the legal services revolving fund--state
22 appropriation is provided solely to implement House Bill No. 2301
23 (boxing, martial arts, wrestling). If the bill is not enacted by June
24 30, 2012, the amount provided in this subsection shall lapse.

25 (14) \$56,000 of the legal services revolving fund--state
26 appropriation is provided solely to implement House Bill No. 2319
27 (affordable care act). If the bill is not enacted by June 30, 2012,
28 the amount provided in this subsection shall lapse.

29 (15) \$5,743,000 of the general fund--state appropriation for fiscal
30 year 2013 is provided solely for the legal costs associated with the
31 evaluation, filing, prosecution, response to petitions for release, and
32 appeal of sexually violent predator civil commitment cases, as provided
33 in chapter 71.09 RCW. Within the amount provided in this subsection,
34 the attorney general may enter into an interagency agreement with a
35 county prosecutor to perform prosecution services pursuant to chapter
36 71.09 RCW.

37 (16) \$94,000 of the legal services revolving fund--state

1 appropriation is provided solely to implement Senate Bill No. 6103
2 (reflexology and massage therapy). If the bill is not enacted by June
3 30, 2012, the amount provided in this subsection shall lapse.

4 (17) \$57,000 of the legal services revolving fund--state
5 appropriation is provided solely for implementation of Engrossed
6 Substitute Senate Bill No. 6237 (medical assistants). If the bill is
7 not enacted by June 30, 2012, the amount provided in this subsection
8 shall lapse.

9 (18) If Engrossed Substitute Senate Bill No. 5978 (medicaid fraud)
10 is not enacted by June 30, 2012, the amounts appropriated in this
11 section from the medicaid fraud penalty account--state appropriation
12 shall lapse and an additional \$730,000 shall be appropriated from the
13 general fund--state for fiscal year 2013 for fraud detection and
14 prevention activities, recovery of improper payments, and for other
15 medicaid fraud enforcement activities.

16 (19) \$56,000 of the legal services revolving fund--state
17 appropriation is provided solely to implement House Bill No. 2592
18 (extended foster care). If the bill is not enacted by June 30, 2012,
19 the amount provided in this subsection shall lapse.

20 (20) \$65,000 of the legal services revolving fund--state
21 appropriation is provided solely for implementation of Second Engrossed
22 Substitute Senate Bill No. 6406 (state natural resources). If the bill
23 is not enacted by June 30, 2012, the amount provided in this subsection
24 shall lapse.

25 (21) \$200,000 of the general fund--state appropriation for fiscal
26 year 2013 is provided solely for settlement payment of the Backpage.com
27 litigation.

28 **Sec. 1108.** 2012 2nd sp.s. c 7 s 129 (uncodified) is amended to
29 read as follows:

30 **FOR THE DEPARTMENT OF COMMERCE**

31	General Fund--State Appropriation (FY 2012)	\$51,799,000
32	General Fund--State Appropriation (FY 2013)	((\$72,839,000))
33		<u>\$62,889,000</u>
34	General Fund--Federal Appropriation	\$340,184,000
35	General Fund--Private/Local Appropriation	\$5,036,000
36	Public Works Assistance Account--State	
37	Appropriation	\$2,733,000

1	Drinking Water Assistance Administrative	
2	Account--State Appropriation	\$437,000
3	Lead Paint Account--State Appropriation	((\$65,000))
4		<u>\$100,000</u>
5	Building Code Council Account--State Appropriation	\$13,000
6	Home Security Fund Account--State Appropriation	\$21,007,000
7	Affordable Housing for All Account--State	
8	Appropriation	\$11,899,000
9	County Research Services Account--State	
10	Appropriation	\$540,000
11	Financial Fraud and Identity Theft Crimes Investigation	
12	and Prosecution Account--State Appropriation	((\$1,166,000))
13		<u>\$969,000</u>
14	Low-Income Weatherization Assistance Account--State	
15	Appropriation	((\$2,427,000))
16		<u>\$1,186,000</u>
17	City and Town Research Services Account--State	
18	Appropriation	\$2,577,000
19	Community and Economic Development Fee Account--State	
20	Appropriation	\$6,781,000
21	Washington Housing Trust Account--State	
22	Appropriation	\$17,444,000
23	Prostitution Prevention and Intervention Account--	
24	State Appropriation	\$86,000
25	Public Facility Construction Loan Revolving	
26	Account--State Appropriation	\$748,000
27	Washington Community Technology Opportunity Account--	
28	State Appropriation	\$713,000
29	Liquor Revolving Account--State Appropriation	((\$2,802,000))
30		<u>\$3,032,000</u>
31	TOTAL APPROPRIATION	((\$541,296,000))
32		<u>\$530,173,000</u>

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

- 35 (1) Repayments of outstanding mortgage and rental assistance
36 program loans administered by the department under RCW 43.63A.640 shall
37 be remitted to the department, including any current revolving account

1 balances. The department shall collect payments on outstanding loans,
2 and deposit them into the state general fund. Repayments of funds owed
3 under the program shall be remitted to the department according to the
4 terms included in the original loan agreements.

5 (2) \$500,000 of the general fund--state appropriation for fiscal
6 year 2012 and \$500,000 of the general fund--state appropriation for
7 fiscal year 2013 are provided solely for a grant to resolution
8 Washington to building statewide capacity for alternative dispute
9 resolution centers and dispute resolution programs that guarantee that
10 citizens have access to low-cost resolution as an alternative to
11 litigation.

12 (3) \$306,000 of the general fund--state appropriation for fiscal
13 year 2012 and \$306,000 of the general fund--state appropriation for
14 fiscal year 2013 are provided solely for a grant to the retired senior
15 volunteer program.

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

19 (5) \$1,800,000 of the home security fund--state appropriation is
20 provided for transitional housing assistance or partial payments for
21 rental assistance under the independent youth housing program.

22 (6) \$5,000,000 of the home security fund--state appropriation is
23 for the operation, repair, and staffing of shelters in the homeless
24 family shelter program.

25 (7) \$198,000 of the general fund--state appropriation for fiscal
26 year 2012 and \$198,000 of the general fund--state appropriation for
27 fiscal year 2013 are provided solely for the Washington new Americans
28 program.

29 (8) \$2,949,000 of the general fund--state appropriation for fiscal
30 year 2012 and \$2,949,000 of the general fund--state appropriation for
31 fiscal year 2013 are provided solely for associate development
32 organizations.

33 (9) \$127,000 of the general fund--federal appropriation is provided
34 solely for implementation of Substitute House Bill No. 1886
35 (Ruckelshaus center process). If the bill is not enacted by June 30,
36 2011, the amount provided in this subsection shall lapse.

37 (10) Up to \$200,000 of the general fund--private/local
38 appropriation is for a grant to the Washington tourism alliance for the

1 maintenance of the Washington state tourism web site
2 www.experiencewa.com and its related sub-sites. The department may
3 transfer ownership of the web site and other tourism promotion assets
4 and assign obligations to the Washington tourism alliance for purposes
5 of tourism promotion throughout the state. The alliance may use the
6 assets only in a manner consistent with the purposes for which they
7 were created. Any revenue generated from these assets must be used by
8 the alliance for the sole purposes of statewide Washington tourism
9 promotion. The legislature finds that the Washington tourism alliance,
10 a not-for-profit, 501.c.6 organization established, funded, and
11 governed by Washington tourism industry stakeholders to sustain
12 destination tourism marketing across Washington, is an appropriate body
13 to receive funding and assets from and assume obligations of the
14 department for the purposes described in this section.

15 (11) Within the appropriations in this section, specific funding is
16 provided to implement Substitute Senate Bill No. 5741 (economic
17 development commission).

18 (12) \$2,000,000 of the community and economic development fee
19 account appropriation is provided solely for the department of commerce
20 for services to homeless families through the Washington families fund.

21 (13) \$234,000 of the general fund--state appropriation for fiscal
22 year 2012 and \$233,000 of the general fund--state appropriation for
23 fiscal year 2013 are provided solely for the Washington asset building
24 coalitions.

25 (14) \$1,859,000 of the general fund--state appropriation for fiscal
26 year 2012 and \$1,859,000 of the general fund--state appropriation for
27 fiscal year 2013 are provided solely for innovative research teams,
28 also known as entrepreneurial STARS, at higher education research
29 institutions, and for entrepreneurs-in-residence programs at higher
30 education research institutions and entrepreneurial assistance
31 organizations. Of these amounts no more than \$50,000 in fiscal year
32 2012 and no more than \$50,000 in fiscal year 2013 may be provided for
33 the operation of entrepreneurs-in-residence programs at entrepreneurial
34 assistance organizations external to higher education research
35 institutions.

36 (15) Up to \$700,000 of the general fund--private/local
37 appropriation is for pass-through grants to cities in central Puget

1 Sound to plan for transfer of development rights receiving areas under
2 the central Puget Sound regional transfer of development rights
3 program.

4 (16) \$16,000 of the general fund--state appropriation for fiscal
5 year 2012 is provided solely to implement section 503 of Substitute
6 House Bill No. 1277 (licensed settings for vulnerable adults). The
7 long-term care ombudsman shall convene an adult family home quality
8 assurance panel to review problems concerning the quality of care for
9 residents in adult family homes. If Substitute House Bill No. 1277
10 (licensed settings for vulnerable adults) is not enacted by June 30,
11 2011, the amount provided in this subsection shall lapse.

12 (17) \$19,605,000 of the general fund--state appropriation for
13 fiscal year 2012 and (~~(\$39,527,000)~~) \$29,527,000 of the general fund--
14 state appropriation for fiscal year 2013 are provided solely for
15 establishment of the essential needs and housing support program
16 created in Engrossed Substitute House Bill No. 2082 (essential needs
17 and assistance program). The department of commerce shall contract for
18 these services with counties or community-based organizations involved
19 in providing essential needs and housing supports to low-income persons
20 who meet eligibility pursuant to Engrossed Substitute House Bill No.
21 2082. The department shall limit the funding used for administration
22 of the program to no more than five percent. Counties and community
23 providers shall limit the funding used for administration of the
24 program to no more than seven percent.

25 (a) Of the amounts provided in this subsection, \$4,000,000 is
26 provided solely for essential needs to clients who meet the eligibility
27 established in Engrossed Substitute House Bill No. 2082. Counties and
28 community-based organizations shall distribute basic essential products
29 in a manner that prevents abuse. To the greatest extent possible, the
30 counties or community-based organizations shall leverage local or
31 private funds, and volunteer support to acquire and distribute the
32 basic essential products.

33 (b) Of the amounts provided in this subsection, (~~(\$55,000,000)~~)
34 \$45,000,000 is provided solely for housing support services to
35 individuals who are homeless or who may become homeless, and are
36 eligible for services under this program pursuant to Engrossed
37 Substitute House Bill No. 2082.

1 (18) \$4,380,000 of the home security fund--state appropriation is
2 provided solely for the department to provide homeless housing services
3 in accordance with Engrossed Substitute House Bill No. 2048 (housing
4 assistance surcharges). If Engrossed Substitute House Bill No. 2048
5 (housing assistance surcharges) is not enacted by June 30, 2012, the
6 amounts provided in this subsection shall lapse.

7 (19) \$85,000 of the general fund--state appropriation for fiscal
8 year 2013 is provided solely for the developmental disabilities council
9 to contract for a family-to-family mentor program to provide
10 information and support to families and guardians of persons who are
11 transitioning out of residential habilitation centers. To the maximum
12 extent allowable under federal law, these funds shall be matched under
13 medicaid through the department of social and health services and
14 federal funds shall be transferred to the department for the purposes
15 stated in this subsection.

16 (20) (~~(\$2,802,000)~~) \$3,032,000 of the liquor revolving account--
17 state appropriation is provided solely for the department to contract
18 with the municipal research and services center of Washington.

19 (21) \$1,000,000 of the general fund--state appropriation for fiscal
20 year 2013 is provided solely for deposit in the shelter to housing
21 project account, hereby created in the custody of the state treasurer
22 as a nonappropriated account. The department may expend funds from the
23 account solely for a two-year pilot project to enable young adults to
24 move from temporary emergency shelter housing to transitional and
25 permanent housing throughout King county. The pilot project will be
26 administered under contract with the YMCA of greater Seattle in
27 collaboration with the rising out of the shadows young adult shelter.
28 Funding may be used for case management, housing subsidy,
29 transportation, shelter services, training and evaluation. The pilot
30 project and the shelter to housing project account expire December 31,
31 2014.

32 (22) \$12,000 of the general fund--state appropriation for fiscal
33 year 2013 is provided solely to implement Engrossed Second Substitute
34 Senate Bill No. 5292 (irrigation and port districts). If the bill is
35 not enacted by June 30, 2012, the amount provided in this subsection
36 shall lapse.

37 (23) \$100,000 of the general fund--private/local appropriation is
38 provided solely for the department to provide analysis and an advisory

1 opinion on whether a proposed electric generation project or
2 conservation resource qualifies to meet mandatory conservation targets
3 in accordance with Substitute Senate Bill No. 6414 (review
4 process/utilities). The department is authorized to require an
5 applicant to pay an application fee to cover the cost of reviewing the
6 project and preparing an advisory opinion. If Substitute Senate Bill
7 No. 6414 (review process/utilities) is not enacted by June 30, 2012,
8 the amount provided in this subsection shall lapse.

9 **Sec. 1109.** 2012 2nd sp.s. c 7 s 131 (uncodified) is amended to
10 read as follows:

11 **FOR THE OFFICE OF FINANCIAL MANAGEMENT**

12	General Fund--State Appropriation (FY 2012)	\$18,369,000
13	General Fund--State Appropriation (FY 2013)	(\$18,584,000)
14		<u>\$18,853,000</u>
15	General Fund--Federal Appropriation	\$31,530,000
16	General Fund--Private/Local Appropriation	\$1,370,000
17	Performance Audits of Government Account--State	
18	Appropriation	\$198,000
19	Economic Development Strategic Reserve Account--State	
20	Appropriation	\$280,000
21	Department of Personnel Services--State	
22	Appropriation	\$8,551,000
23	Data Processing Revolving Account--State	
24	Appropriation	\$5,910,000
25	Higher Education Personnel Services Account--State	
26	Appropriation	\$1,537,000
27	Aquatic Lands Enhancement Account--State Appropriation	\$100,000
28	TOTAL APPROPRIATION	(\$86,429,000)
29		<u>\$86,698,000</u>

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

32 (1) \$1,210,000 of the general fund--state appropriation for fiscal
33 year 2012 and \$1,210,000 of the general fund--state appropriation for
34 fiscal year 2013 are provided solely for implementation of House Bill
35 No. 1178 (regulatory assistance office). If the bill is not enacted by
36 June 30, 2011, the amounts provided in this subsection shall lapse.

1 (2) \$150,000 of the general fund--state appropriation for fiscal
2 year 2012 is provided solely for the office of financial management to
3 contract with an independent consultant to evaluate and recommend the
4 most cost-effective provision of services required to support the
5 department of social and health services special commitment center on
6 McNeil Island. The evaluation shall include island operation services
7 that include, but are not limited to: (a) Marine transport of
8 passengers and goods; (b) wastewater treatment; (c) fire protection and
9 suppression; (d) electrical supply; (e) water supply; and (f) road
10 maintenance.

11 The office of financial management shall solicit the input of
12 Pierce county, the department of corrections, and the department of
13 social and health services in developing the request for proposal,
14 evaluating applications, and directing the evaluation. The consultant
15 shall report to the governor and legislature by November 15, 2011.

16 (3) \$100,000 of the aquatic lands enhancement account--state
17 appropriation is provided solely for the office of financial management
18 to prepare a report to be used to initiate a comprehensive, long-range
19 planning process for the future of McNeil Island during the 2013-2015
20 fiscal biennium.

21 (a) The report on the initiation of the process must document:

22 (i) Ownership issues, including consultation with the federal
23 government about its current legal requirements associated with the
24 island;

25 (ii) Federal and state decision-making processes to change use or
26 ownership;

27 (iii) Tribal treaty interests;

28 (iv) Fish and wildlife species and their habitats;

29 (v) Land use and public safety needs;

30 (vi) Recreational opportunities for the general public;

31 (vii) Historic and archaeological resources; and

32 (viii) Revenue from and necessary to support potential future uses
33 of the island.

34 (b) The report shall develop and recommend a comprehensive, long-
35 range planning process for the future of the island and associated
36 aquatic resources, addressing the items in (a) of this subsection.

37 (c) The office of financial management may use its own staff and

1 other public agency and tribal staff or contract for services, and may
2 create a work group of knowledgeable agencies, organizations, and
3 individuals to assist in preparing the report.

4 (d) The office of financial management shall engage in broad
5 consultation with interested parties, including, but not limited to:

6 (i) Federal agencies with relevant responsibilities;

7 (ii) Tribal governments;

8 (iii) State agencies;

9 (iv) Local governments and communities in the area, including the
10 Anderson Island community, Steilacoom, and Pierce county; and

11 (v) Interested private organizations and individuals.

12 (e) The report must be submitted to the governor and appropriate
13 committees of the legislature by October 1, 2012.

14 (4) The appropriations in this section include funding for
15 activities transferred from the sentencing guidelines commission to the
16 office of financial management pursuant to Engrossed Substitute Senate
17 Bill No. 5891 (criminal justice cost savings). Prior to the effective
18 date of Engrossed Substitute Senate Bill No. 5891, the appropriations
19 in this section may be expended for the continued operations and
20 expenses of the sentencing guidelines commission pursuant to the
21 expenditure authority schedule produced by the office of financial
22 management in accordance with chapter 43.88 RCW.

23 (~~(+6)~~) (5) \$115,000 of the general fund--state appropriation for
24 fiscal year 2013 is provided solely for implementation of Engrossed
25 Substitute House Bill No. 2483 (higher education coordination). If the
26 bill is not enacted by June 30, 2012, the amount provided in this
27 subsection shall lapse.

28 (~~(+7)~~) (6)(a) The office of financial management shall determine
29 if cost savings can be achieved by the state through contracting for
30 interpreter services more effectively. The office of financial
31 management must work with all state agencies that use interpreter
32 services to determine:

33 (i) How agencies currently procure interpreter services;

34 (ii) To what degree brokers or foreign language agencies are used
35 in the acquisition of interpreter services; and

36 (iii) The cost of interpreter services as currently provided.

37 (b) The office of financial management, in consultation with the
38 department of enterprise services, must also examine approaches to

1 procuring interpreter services, including using the department of
2 enterprise services' master contract, limiting overhead costs
3 associated with interpreter contracts, and direct scheduling of
4 interpreters. The report must include recommendations for the state to
5 procure services in a more consistent and cost-effective manner.

6 (c) The office of financial management, in consultation with the
7 department of labor and industries, must determine the impact that any
8 alternative approach to procuring interpreter services will have on
9 medical providers.

10 (d) The report must include:

11 (i) Analysis of the current process for procuring interpreter
12 services;

13 (ii) Recommendations regarding options to make obtaining
14 interpreter services more consistent and cost-effective; and

15 (iii) Estimates for potential cost savings.

16 (e) The office of financial management must report to the fiscal
17 committees of the legislature by December 1, 2012.

18 ~~((+8))~~ (7) \$25,000 of the general fund--state appropriation for
19 fiscal year 2012 and \$225,000 of the general fund--state appropriation
20 for fiscal year 2013 are provided solely for implementation of House
21 Bill No. 2824 (education funding). If the bill is not enacted by June
22 30, 2012, the amount provided in this subsection shall lapse.

23 (8) \$175,000 of the general fund--state appropriation for fiscal
24 year 2013 is provided solely for implementation of Engrossed Second
25 Substitute Senate Bill No. 5802 (greenhouse gas emissions). If the
26 bill is not enacted by June 30, 2012, the amount provided in this
27 subsection shall lapse.

28 **Sec. 1110.** 2012 2nd sp.s. c 7 s 132 (uncodified) is amended to
29 read as follows:

30 **FOR THE OFFICE OF ADMINISTRATIVE HEARINGS**

31 Administrative Hearings Revolving Account--State	
32 Appropriation	((\$35,713,000))
33	<u>\$36,413,000</u>

34 The appropriation in this section is subject to the following
35 conditions and limitations: ~~((~~\$769,000~~))~~ \$700,000 of the
36 administrative hearings revolving account--state appropriation is
37 provided solely to ~~((implement Engrossed Substitute Senate Bill No.~~

1 ~~5921 (social services programs). If the bill is not enacted by June~~
2 ~~30, 2011, the amount provided in this subsection shall lapse))~~
3 accommodate the number of fair hearings associated with medical
4 assistance programs on behalf of the health care authority.

5 **Sec. 1111.** 2012 2nd sp.s. c 7 s 136 (uncodified) is amended to
6 read as follows:

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

8 Department of Retirement Systems Expense

9 Account--State Appropriation	(\$46,511,000)
10	<u>\$46,591,000</u>

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

13 (1) \$146,000 of the department of retirement systems--state
14 appropriation is provided solely for the administrative costs
15 associated with implementation of House Bill No. 2070 (state and local
16 government employees). If the bill is not enacted by June 30, 2011,
17 the amount provided in this subsection shall lapse.

18 (2) \$65,000 of the department of retirement systems--state
19 appropriation is provided solely for the administrative costs
20 associated with implementation of House Bill No. 1625 (plan 3 default
21 investment option). If the bill is not enacted by June 30, 2011, the
22 amount provided in this subsection shall lapse.

23 (3) \$133,000 of the department of retirement systems--state
24 appropriation is provided solely for the administrative costs
25 associated with implementation of Engrossed House Bill No. 1981 as
26 amended (post-retirement employment). If the bill is not enacted by
27 June 30, 2011, the amount provided in this subsection shall lapse.

28 (4) \$15,000 of the department of retirement systems expense
29 account--state appropriation is provided solely for the administrative
30 costs associated with implementation of Substitute House Bill No. 2021
31 (plan 1 annual increase amounts). If the bill is not enacted by June
32 30, 2011, the amount provided in this section shall lapse.

33 (5) \$32,000 of the department of retirement systems--state
34 appropriation is provided solely for the administrative costs
35 associated with implementation of Engrossed Senate Bill No. 5159 (state
36 patrol retirement system service credit). If the bill is not enacted
37 by June 30, 2012, the amount provided in this subsection shall lapse.

1 **Sec. 1112.** 2012 2nd sp.s. c 7 s 137 (uncodified) is amended to
2 read as follows:

3 **FOR THE DEPARTMENT OF REVENUE**

4	General Fund--State Appropriation (FY 2012)	\$100,691,000
5	General Fund--State Appropriation (FY 2013)	(\$99,207,000)
6		<u>\$99,357,000</u>
7	Timber Tax Distribution Account--State Appropriation	\$5,900,000
8	Waste Reduction/Recycling/Litter Control--State	
9	Appropriation	\$129,000
10	Waste Tire Removal Account--State Appropriation	\$2,000
11	State Toxics Control Account--State Appropriation	\$87,000
12	Oil Spill Prevention Account--State Appropriation	\$19,000
13	Master License Fund--State Appropriation	\$13,922,000
14	Vehicle License Fraud Account--State Appropriation	\$5,000
15	Performance Audits of Government Account--State	
16	Appropriation	\$3,188,000
17	TOTAL APPROPRIATION	(\$223,150,000)
18		<u>\$223,300,000</u>

19 **Sec. 1113.** 2012 2nd sp.s. c 7 s 139 (uncodified) is amended to
20 read as follows:

21 **FOR THE OFFICE OF MINORITY AND WOMEN'S BUSINESS ENTERPRISES**

22	OMWBE Enterprises Account--State Appropriation	(\$3,654,000)
23		<u>\$3,754,000</u>

24 The appropriations in this section are subject to the following
25 conditions and limitations: \$100,000 of the minority and women's
26 business enterprises account--state appropriation is provided for
27 implementation of a certification program for small business
28 enterprises. The agency will collaborate with the department of
29 transportation to certify small businesses as small business
30 enterprises.

31 **Sec. 1114.** 2012 2nd sp.s. c 7 s 142 (uncodified) is amended to
32 read as follows:

33 **FOR THE LIQUOR CONTROL BOARD**

34	Liquor Control Board Construction and Maintenance	
35	Account--State Appropriation	\$3,063,000
36	Liquor Revolving Account--State Appropriation	\$171,838,000

1	General Fund--Federal Appropriation	\$945,000
2	General Fund--Private/Local Appropriation	\$25,000
3	TOTAL APPROPRIATION	\$175,871,000

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

6 (1) The legislature intends to facilitate the orderly transition of
7 liquor services as required by Initiative Measure No. 1183. For liquor
8 control board employees that remain through June 15, 2012, a temporary
9 opportunity to cash out sick leave is provided to assist the unique
10 challenges to the liquor control board and its employees posed by this
11 transition.

12 (2) Within the amounts appropriated in this section from the liquor
13 revolving account--state appropriation, liquor control board employees
14 who: (a) Occupy positions in the job classifications provided in
15 subsection (3)(c) of this section that will be eliminated after the
16 liquor control board ceases to distribute liquor; and (b) remain as
17 liquor control board employees through June 15, 2012, and who separate
18 from service due to lay off by October 1, 2012, may elect to receive
19 remuneration for their entire sick leave balance at a rate equal to one
20 day's current monetary compensation of the employee for each four full
21 days of accrued sick leave.

22 (3) The following conditions apply to sick leave cash out under
23 this subsection:

24 (a) The rate of monetary compensation for the purposes of this
25 subsection shall not be reduced by any temporary salary reduction;

26 (b) Remuneration or benefits received under this subsection shall
27 not be included for the purpose of computing a retirement allowance
28 under any public retirement system in this state;

29 (c) The following job classifications are eligible:

- 30 (i) Liquor store clerk;
- 31 (ii) Retail assistant store manager 1;
- 32 (iii) Retail assistant store manager 2;
- 33 (iv) Retail store manager 3;
- 34 (v) Retail store manager 4;
- 35 (vi) Retail district manager;
- 36 (vii) Retail operations manager;
- 37 (viii) Director of retail services;
- 38 (ix) Director of distribution center;

- 1 (x) Director of purchasing;
- 2 (xi) Director of business enterprise;
- 3 (xii) Warehouse operator 1;
- 4 (xiii) Warehouse operator 2;
- 5 (xiv) Warehouse operator 3; and
- 6 (xv) Warehouse operator 4; and

7 (d) Should the legislature revoke any remuneration or benefits
 8 granted under this section, an affected employee shall not be entitled
 9 thereafter to receive such benefits as a matter of contractual right.

10 (4) Within the amounts appropriated in this section from the liquor
 11 revolving account--state appropriation, up to \$946,000 may be used by
 12 the liquor control board to implement Initiative Measure No. 502.

13 **Sec. 1115.** 2012 2nd sp.s. c 7 s 144 (uncodified) is amended to
 14 read as follows:

15 **FOR THE MILITARY DEPARTMENT**

16	General Fund--State Appropriation (FY 2012)	\$7,116,000
17	General Fund--State Appropriation (FY 2013)	(\$6,872,000)
18		<u>\$6,938,000</u>
19	General Fund--Federal Appropriation	(\$159,075,000)
20		<u>\$159,114,000</u>
21	Enhanced 911 Account--State Appropriation	\$48,620,000
22	Disaster Response Account--State Appropriation	\$23,119,000
23	Disaster Response Account--Federal Appropriation	\$91,368,000
24	Military Department Rent and Lease Account--State	
25	Appropriation	\$615,000
26	Worker and Community Right-to-Know Account--State	
27	Appropriation	\$2,163,000
28	TOTAL APPROPRIATION	(\$338,948,000)
29		<u>\$339,053,000</u>

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

32 (1) \$18,018,000 of the disaster response account--state
 33 appropriation and \$66,266,000 of the disaster response account--federal
 34 appropriation may be spent only on disasters declared by the governor
 35 and with the approval of the office of financial management. The
 36 military department shall submit a report to the office of financial
 37 management and the legislative fiscal committees on October 1st and

1 February 1st of each year detailing information on the disaster
2 response account, including: (a) The amount and type of deposits into
3 the account; (b) the current available fund balance as of the reporting
4 date; and (c) the projected fund balance at the end of the 2011-2013
5 biennium based on current revenue and expenditure patterns.

6 (2) \$75,000,000 of the general fund--federal appropriation is
7 provided solely for homeland security, subject to the following
8 conditions:

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

12 (b) The department shall submit an annual report to the office of
13 financial management and the legislative fiscal committees detailing
14 the governor's domestic security advisory group recommendations;
15 homeland security revenues and expenditures, including estimates of
16 total federal funding for the state; and incremental changes from the
17 previous estimate.

18 (3) \$15,000 of the general fund--state appropriation in fiscal year
19 2013 is provided solely to maintain the three generator systems that
20 allow the emergency operations center and emergency management division
21 to operate during unexpected power outages.

22 **Sec. 1116.** 2012 2nd sp.s. c 7 s 149 (uncodified) is amended to
23 read as follows:

24 **FOR THE DEPARTMENT OF ENTERPRISE SERVICES**

25	General Fund--State Appropriation (FY 2012)	\$3,401,000
26	General Fund--State Appropriation (FY 2013)	\$3,309,000
27	(General Fund--Federal Appropriation	\$177,000
28	General Fund--Private/Local Appropriation	\$368,000)
29	Building Code Council Account--State Appropriation	\$1,186,000
30	Department of Personnel Service Account--State	
31	Appropriation	\$11,117,000
32	Enterprise Services Account--State Appropriation	\$26,336,000
33	TOTAL APPROPRIATION	(\$45,894,000)
34		<u>\$45,349,000</u>

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

1 (1) The appropriations in this section are for the operations and
2 expenses of the department of enterprise services as established by
3 Engrossed Substitute Senate Bill No. 5931 (central service functions of
4 state government), effective October 1, 2011. Prior to October 1,
5 2011, the appropriations in this section may be expended for the
6 continued operations and expenses of the office of financial
7 management, the department of general administration, the department of
8 information services, and the department of personnel, pursuant to the
9 expenditure authority schedules produced by the office of financial
10 management, in accordance with chapter 43.88 RCW.

11 (2) \$3,028,000 of the general fund--state appropriation for fiscal
12 year 2012 and \$2,967,000 of the general fund--state appropriation for
13 fiscal year 2013 are provided solely for the payment of facilities and
14 services charges, utilities and contracts charges, public and historic
15 facilities charges, and capital projects surcharges allocable to the
16 senate, house of representatives, statute law committee, and joint
17 legislative systems committee. The department shall allocate charges
18 attributable to these agencies among the affected revolving funds. The
19 department shall maintain an interagency agreement with these agencies
20 to establish performance standards, prioritization of preservation and
21 capital improvement projects, and quality assurance provisions for the
22 delivery of services under this subsection. The legislative agencies
23 named in this subsection shall continue to enjoy all of the same rights
24 of occupancy and space use on the capitol campus as historically
25 established.

26 (3) In accordance with RCW 46.08.172 and 43.135.055, the department
27 is authorized to increase parking fees in fiscal years 2012 and 2013 as
28 necessary to meet the actual costs of conducting business.

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

1 which the opportunity for public comment is provided generally and on
2 all agenda items upon which the council proposes to take action.

3 (5) Specific funding is provided for the purposes of section 3 of
4 House Bill No. 1770 (state purchasing).

5 (6) The amounts appropriated in this section are for implementation
6 of Senate Bill No. 5931 (streamlining central service functions).

7 (7) The department of enterprise services shall purchase flags
8 needed for ceremonial occasions on the capitol campus in order to fully
9 represent the countries that have an international consulate in
10 Washington state.

11 (8) Before any agency may purchase a passenger motor vehicle as
12 defined in RCW 43.19.560, the agency must have written approval from
13 the director of the department of enterprise services.

14 (9) The department shall adjust billings for self-insurance
15 premiums to transportation agencies to reflect rate reductions assumed
16 in this act.

(End of part)

PART XII
HUMAN SERVICES

Sec. 1201. 2012 2nd sp.s. c 7 s 201 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES

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

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

(3)(a) The health care authority and the department are authorized to develop an integrated health care program designed to slow the progression of illness and disability and better manage medicaid expenditures for the aged and disabled population. Under the Washington medicaid integration partnership (WMIP) and the medicare

1 integrated care project (MICP), the health care authority and the
2 department may combine and transfer such medicaid funds appropriated
3 under sections 204, 206, 208, and 213 of this act as may be necessary
4 to finance a unified health care plan for the WMIP and the MICP program
5 enrollment. The WMIP pilot projects shall not exceed a daily
6 enrollment of 6,000 persons, nor expand beyond one county during the
7 2011-2013 fiscal biennium. The amount of funding assigned from each
8 program may not exceed the average per capita cost assumed in this act
9 for individuals covered by that program, actuarially adjusted for the
10 health condition of persons enrolled, times the number of clients
11 enrolled. In implementing the WMIP and the MICP, the health care
12 authority and the department may: (i) Withhold from calculations of
13 "available resources" as set forth in RCW 71.24.025 a sum equal to the
14 capitated rate for enrolled individuals; and (ii) employ capitation
15 financing and risk-sharing arrangements in collaboration with health
16 care service contractors licensed by the office of the insurance
17 commissioner and qualified to participate in both the medicaid and
18 medicare programs. The health care authority and the department shall
19 conduct an evaluation of the WMIP by October 15, 2012, and of the MICP
20 measuring changes in participant health outcomes, changes in patterns
21 of service utilization, participant satisfaction, participant access to
22 services, and the state fiscal impact.

23 (b) Effective January 1, 2013, if Washington has been selected to
24 participate in phase two of the federal demonstration project for
25 persons dually-eligible for both medicare and medicaid, the department
26 and the authority may initiate the MICP. Participation in the project
27 shall be limited to persons who are eligible for both medicare and
28 medicaid and to counties in which the county legislative authority has
29 agreed to the terms and conditions under which it will operate. The
30 purpose of the project shall be to demonstrate and evaluate ways to
31 improve care while reducing state expenditures for persons enrolled
32 both in medicare and medicaid. To that end, prior to initiating the
33 project, the department and the authority shall assure that state
34 expenditures shall be no greater on either a per person or total basis
35 than the state would otherwise incur. Individuals who are solely
36 eligible for medicaid may also participate if their participation is
37 agreed to by the health care authority, the department, and the county
38 legislative authority.

1 (4) The legislature finds that medicaid payment rates, as
2 calculated by the department pursuant to the appropriations in this
3 act, bear a reasonable relationship to the costs incurred by
4 efficiently and economically operated facilities for providing quality
5 services and will be sufficient to enlist enough providers so that care
6 and services are available to the extent that such care and services
7 are available to the general population in the geographic area. The
8 legislature finds that cost reports, payment data from the federal
9 government, historical utilization, economic data, and clinical input
10 constitute reliable data upon which to determine the payment rates.

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

22 (6)(a) The appropriations to the department of social and health
23 services in this act shall be expended for the programs and in the
24 amounts specified in this act. However, after May 1, (~~(2012)~~) 2013,
25 unless specifically prohibited by this act, the department may transfer
26 general fund--state appropriations for fiscal year (~~(2012)~~) 2013 among
27 programs after approval by the director of financial management.
28 However, the department shall not transfer state moneys that are
29 provided solely for a specified purpose except as expressly provided in
30 (b) of this subsection.

31 (b) To the extent that transfers under (a) of this subsection are
32 insufficient to fund actual expenditures in excess of fiscal year
33 (~~(2012)~~) 2013 caseload forecasts and utilization assumptions in the
34 long-term care, foster care, adoptions support, medicaid personal care,
35 and child support programs, the department may transfer state moneys
36 that are provided solely for a specified purpose. The department shall
37 not transfer funds, and the director of financial management shall not
38 approve the transfer, unless the transfer is consistent with the

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

10 **Sec. 1202.** 2012 2nd sp.s. c 7 s 202 (uncodified) is amended to
11 read as follows:

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

14	General Fund--State Appropriation (FY 2012)	\$287,014,000
15	General Fund--State Appropriation (FY 2013)	(\$285,018,000)
16		<u>\$261,669,000</u>
17	General Fund--Federal Appropriation	(\$479,315,000)
18		<u>\$476,739,000</u>
19	General Fund--Private/Local Appropriation	(\$1,354,000)
20		<u>\$1,804,000</u>
21	Home Security Fund Account--State Appropriation	\$10,741,000
22	Domestic Violence Prevention Account--State	
23	Appropriation	\$1,240,000
24	Education Legacy Trust Account--State Appropriation	\$725,000
25	TOTAL APPROPRIATION	(\$1,065,407,000)
26		<u>\$1,039,932,000</u>

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

29 (1) Within amounts provided for the foster care and adoption
30 support programs, the department shall control reimbursement decisions
31 for foster care and adoption support cases such that the aggregate
32 average cost per case for foster care and for adoption support does not
33 exceed the amounts assumed in the projected caseload expenditures.

34 (2) \$668,000 of the general fund--state appropriation for fiscal
35 year 2012 and \$668,000 of the general fund--state appropriation for
36 fiscal year 2013 are provided solely to contract for the operation of
37 one pediatric interim care center. The center shall provide

1 residential care for up to thirteen children through two years of age.
2 Seventy-five percent of the children served by the center must be in
3 need of special care as a result of substance abuse by their mothers.
4 The center shall also provide on-site training to biological, adoptive,
5 or foster parents. The center shall provide at least three months of
6 consultation and support to the parents accepting placement of children
7 from the center. The center may recruit new and current foster and
8 adoptive parents for infants served by the center. The department
9 shall not require case management as a condition of the contract. The
10 department shall collaborate with the pediatric interim care center to
11 determine if and how the center could be appropriately incorporated
12 into the performance-based contract model and report its findings to
13 the legislature by December 1, 2012.

14 (3)(a) \$80,887,000 of the general fund--state appropriation for
15 fiscal year 2012, (~~(\$81,067,000)~~) \$61,067,000 of the general fund--
16 state appropriation for fiscal year 2013, and (~~(\$74,800,000)~~)
17 \$71,598,034 of the general fund--federal appropriation are provided
18 solely for services for children and families. The amounts provided in
19 this section shall be allotted on a monthly basis and expenditures
20 shall not exceed allotments based on a three month rolling average
21 without approval of the office of financial management following
22 notification to the legislative fiscal committees.

23 (b) The department shall use these services to safely reduce the
24 number of children in out-of-home care, safely reduce the time spent in
25 out-of-home care prior to achieving permanency, and safely reduce the
26 number of children returning to out-of-home care following permanency.
27 The department shall provide an initial report to the legislature and
28 the governor by January 15, 2012, regarding the start-up costs
29 associated with performance-based contracts under RCW 74.13.360 .

30 (c) Of the amounts provided in (a) of this subsection, \$579,000 of
31 the general fund--state appropriation for fiscal year 2013 and \$109,000
32 of the general fund--federal appropriation are provided solely for a
33 receiving care center east of the Cascade mountains.

34 (4) \$176,000 of the general fund--state appropriation for fiscal
35 year 2012, \$177,000 of the general fund--state appropriation for fiscal
36 year 2013, \$656,000 of the general fund--private/local appropriation,
37 \$253,000 of the general fund--federal appropriation, and \$725,000 of
38 the education legacy trust account--state appropriation are provided

1 solely for children's administration to contract with an educational
2 advocacy provider with expertise in foster care educational outreach.
3 The amounts in this subsection are provided solely for contracted
4 education coordinators to assist foster children in succeeding in K-12
5 and higher education systems and to assure a focus on education during
6 the transition to performance based contracts. Funding shall be
7 prioritized to regions with high numbers of foster care youth and/or
8 regions where backlogs of youth that have formerly requested
9 educational outreach services exist. The department shall utilize
10 private matching funds to maintain educational advocacy services.

11 (5) \$670,000 of the general fund--state appropriation for fiscal
12 year 2012 and \$670,000 of the general fund--state appropriation for
13 fiscal year 2013 are provided solely for services provided through
14 children's advocacy centers.

15 (6) To ensure expenditures remain within available funds
16 appropriated in this section as required by RCW 74.13A.005 and
17 74.13A.020, the secretary shall not set the amount of any adoption
18 assistance payment or payments, made pursuant to RCW 26.33.320 and
19 74.13A.005 through 74.13A.080, to more than ninety percent of the
20 foster care maintenance payment for that child had he or she remained
21 in a foster family home during the same period. This subsection does
22 not apply to adoption assistance agreements in existence on the
23 effective date of this section.

24 (7) \$10,741,000 of the home security fund--state appropriation is
25 provided solely for the department to contract for services pursuant to
26 RCW 13.32A.030 and 74.15.220. The department shall contract and
27 collaborate with service providers in a manner that maintains the
28 availability and geographic representation of secure and semi-secure
29 crisis residential centers and HOPE centers. To achieve efficiencies
30 and increase utilization, the department shall allow the co-location of
31 these centers, except that a youth may not be placed in a secure
32 facility or the secure portion of a co-located facility except as
33 specifically authorized by chapter 13.32A RCW. The reductions to
34 appropriations in this subsection related to semi-secure crisis
35 residential centers reflect a reduction to the number of beds for semi-
36 secure crisis residential centers and not a reduction in rates. Any
37 secure crisis residential center or semi-secure crisis residential
38 center bed reduction shall not be based solely upon bed utilization.

1 The department is to exercise its discretion in reducing the number of
2 beds but to do so in a manner that maintains availability and
3 geographic representation of semi-secure and secure crisis residential
4 centers.

5 (8) \$47,000 of the general fund--state appropriation for fiscal
6 year 2012, \$14,000 of the general fund--state appropriation for fiscal
7 year 2013, and \$40,000 of the general fund--federal appropriation are
8 provided solely to implement Substitute House Bill No. 1697 (dependency
9 system). If the bill is not enacted by June 30, 2011, the amounts
10 provided in this subsection shall lapse.

11 (9) \$564,000 of the general fund--federal appropriation is provided
12 solely to implement Second Substitute House Bill No. 1128 (extended
13 foster care). If the bill is not enacted by June 30, 2011, the amount
14 provided in this subsection shall lapse.

15 (10) \$799,000 of the general fund--state appropriation for fiscal
16 year 2013 and \$799,000 of the general fund--federal appropriation are
17 provided solely for the implementation of Engrossed Second Substitute
18 House Bill No. 2264 (child welfare/contracting). If the bill is not
19 enacted by June 30, 2012, the amounts provided in this subsection shall
20 lapse.

21 (11) \$178,000 of the general fund--federal appropriation is
22 provided solely for the implementation of Engrossed Second Substitute
23 House Bill No. 2592 (extended foster care). If the bill is not enacted
24 by June 30, 2012, the amount provided in this subsection shall lapse.

25 (12) \$616,000 of the general fund--state appropriation for fiscal
26 year 2013 and \$616,000 of the general fund--federal appropriation are
27 provided solely for the implementation of Engrossed Substitute Senate
28 Bill No. 6555 (child protective services). If the bill is not enacted
29 by June 30, 2012, the amounts provided in this subsection shall lapse.

30 **Sec. 1203.** 2012 2nd sp.s. c 7 s 203 (uncodified) is amended to
31 read as follows:

32 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--JUVENILE**
33 **REHABILITATION PROGRAM**

34	General Fund--State Appropriation (FY 2012)	\$85,723,000
35	General Fund--State Appropriation (FY 2013)	(\$85,258,000)
36		<u>\$85,477,000</u>
37	General Fund--Federal Appropriation	(\$3,809,000)

1		<u>\$3,808,000</u>
2	General Fund--Private/Local Appropriation	((\$1,903,000))
3		<u>\$1,904,000</u>
4	Washington Auto Theft Prevention Authority Account--	
5	State Appropriation	\$196,000
6	Juvenile Accountability Incentive Account--Federal	
7	Appropriation	\$2,801,000
8	TOTAL APPROPRIATION	((\$179,690,000))
9		<u>\$179,909,000</u>

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

12 (1) \$331,000 of the general fund--state appropriation for fiscal
13 year 2012 and \$331,000 of the general fund--state appropriation for
14 fiscal year 2013 are provided solely for deposit in the county criminal
15 justice assistance account for costs to the criminal justice system
16 associated with the implementation of chapter 338, Laws of 1997
17 (juvenile code revisions). The amounts provided in this subsection are
18 intended to provide funding for county adult court costs associated
19 with the implementation of chapter 338, Laws of 1997 and shall be
20 distributed in accordance with RCW 82.14.310.

21 (2) \$2,716,000 of the general fund--state appropriation for fiscal
22 year 2012 and \$2,716,000 of the general fund--state appropriation for
23 fiscal year 2013 are provided solely for the implementation of chapter
24 338, Laws of 1997 (juvenile code revisions). The amounts provided in
25 this subsection are intended to provide funding for county impacts
26 associated with the implementation of chapter 338, Laws of 1997 and
27 shall be distributed to counties as prescribed in the current
28 consolidated juvenile services (CJS) formula.

29 (3) \$3,482,000 of the general fund--state appropriation for fiscal
30 year 2012 and \$3,482,000 of the general fund--state appropriation for
31 fiscal year 2013 are provided solely to implement community juvenile
32 accountability grants pursuant to chapter 338, Laws of 1997 (juvenile
33 code revisions). Funds provided in this subsection may be used solely
34 for community juvenile accountability grants, administration of the
35 grants, and evaluations of programs funded by the grants.

36 (4) \$1,130,000 of the general fund--state appropriation for fiscal
37 year 2012 and \$1,130,000 of the general fund--state appropriation for
38 fiscal year 2013 are provided solely to implement alcohol and substance

1 abuse treatment programs for locally committed offenders. The juvenile
2 rehabilitation administration shall award these moneys on a competitive
3 basis to counties that submitted a plan for the provision of services
4 approved by the division of alcohol and substance abuse. The juvenile
5 rehabilitation administration shall develop criteria for evaluation of
6 plans submitted and a timeline for awarding funding and shall assist
7 counties in creating and submitting plans for evaluation.

8 (5) \$3,123,000 of the general fund--state appropriation for fiscal
9 year 2012 and \$3,123,000 of the general fund--state appropriation for
10 fiscal year 2013 are provided solely for grants to county juvenile
11 courts for the following programs identified by the Washington state
12 institute for public policy (institute) in its October 2006 report:
13 "Evidence-Based Public Policy Options to Reduce Future Prison
14 Construction, Criminal Justice Costs and Crime Rates": Functional
15 family therapy, multi-systemic therapy, aggression replacement training
16 and interagency coordination programs, or other programs with a
17 positive benefit-cost finding in the institute's report. County
18 juvenile courts shall apply to the juvenile rehabilitation
19 administration for funding for program-specific participation and the
20 administration shall provide grants to the courts consistent with the
21 per-participant treatment costs identified by the institute.

22 (6) \$1,537,000 of the general fund--state appropriation for fiscal
23 year 2012 and \$1,537,000 of the general fund--state appropriation for
24 fiscal year 2013 are provided solely for expansion of the following
25 treatments and therapies in juvenile rehabilitation administration
26 programs identified by the Washington state institute for public policy
27 in its October 2006 report: "Evidence-Based Public Policy Options to
28 Reduce Future Prison Construction, Criminal Justice Costs and Crime
29 Rates": Multidimensional treatment foster care, family integrated
30 transitions, and aggression replacement training, or other programs
31 with a positive benefit-cost finding in the institute's report. The
32 administration may concentrate delivery of these treatments and
33 therapies at a limited number of programs to deliver the treatments in
34 a cost-effective manner.

35 (7)(a) The juvenile rehabilitation administration shall administer
36 a block grant, rather than categorical funding, of consolidated
37 juvenile service funds, community juvenile accountability act grants,
38 the chemical dependency disposition alternative funds, the mental

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

24 (b) The juvenile rehabilitation administration shall phase the
25 implementation of the formula provided in subsection (1) of this
26 section by including a stop-loss formula of five percent in fiscal year
27 2012 and five percent in fiscal year 2013.

28 (c) The juvenile rehabilitation administration and the juvenile
29 courts shall establish a block grant funding formula oversight
30 committee with equal representation from the juvenile rehabilitation
31 administration and the juvenile courts. The purpose of this committee
32 is to assess the ongoing implementation of the block grant funding
33 formula, utilizing data-driven decision making and the most current
34 available information. The committee will be cochaired by the juvenile
35 rehabilitation administration and the juvenile courts, who will also
36 have the ability to change members of the committee as needed to
37 achieve its purpose. Initial members will include one juvenile court
38 representative from the finance committee, the community juvenile

1 accountability act committee, the risk assessment quality assurance
2 committee, the executive board of the Washington association of
3 juvenile court administrators, the Washington state center for court
4 research, and a representative of the superior court judges
5 association; two representatives from the juvenile rehabilitation
6 administration headquarters program oversight staff, two
7 representatives of the juvenile rehabilitation administration regional
8 office staff, one representative of the juvenile rehabilitation
9 administration fiscal staff and a juvenile rehabilitation
10 administration division director. The committee may make changes to
11 the formula categories other than the evidence-based program and
12 disposition alternative categories if it is determined the changes will
13 increase statewide service delivery or effectiveness of evidence-based
14 program or disposition alternative resulting in increased cost benefit
15 savings to the state. Long-term cost benefit must be considered.
16 Percentage changes may occur in the evidence-based program or
17 disposition alternative categories of the formula should it be
18 determined the changes will increase evidence-based program or
19 disposition alternative delivery and increase the cost benefit to the
20 state. These outcomes will also be considered in determining when
21 evidence-based expansion or special sex offender disposition
22 alternative funds should be included in the block grant or left
23 separate.

24 (d) The juvenile courts and administrative office of the courts
25 shall be responsible for collecting and distributing information and
26 providing access to the data systems to the juvenile rehabilitation
27 administration and the Washington state institute for public policy
28 related to program and outcome data. The juvenile rehabilitation
29 administration and the juvenile courts will work collaboratively to
30 develop program outcomes that reinforce the greatest cost benefit to
31 the state in the implementation of evidence-based practices and
32 disposition alternatives.

33 (8) The juvenile courts and administrative office of the courts
34 shall collect and distribute information related to program outcome and
35 provide access to these data systems to the juvenile rehabilitation
36 administration and Washington state institute for public policy.
37 Consistent with chapter 13.50 RCW, all confidentiality agreements
38 necessary to implement this information-sharing shall be approved

1 within 30 days of the effective date of this section. The agreements
2 between administrative office of the courts, the juvenile courts, and
3 the juvenile rehabilitation administration shall be executed to ensure
4 that the juvenile rehabilitation administration receives the data that
5 the juvenile rehabilitation administration identifies as needed to
6 comply with this subsection. This includes, but is not limited to,
7 information by program at the statewide aggregate level, individual
8 court level, and individual client level for the purpose of the
9 juvenile rehabilitation administration providing quality assurance and
10 oversight for the locally committed youth block grant and associated
11 funds and at times as specified by the juvenile rehabilitation
12 administration as necessary to carry out these functions. The data
13 shall be provided in a manner that reflects the collaborative work the
14 juvenile rehabilitation administration and juvenile courts have
15 developed regarding program outcomes that reinforce the greatest cost
16 benefit to the state in the implementation of evidence-based practices
17 and disposition alternatives.

18 (9) The Washington association of juvenile court administrators and
19 the juvenile rehabilitation administration, in consultation with the
20 community juvenile accountability act advisory committee and the
21 Washington state institute for public policy, shall analyze and review
22 data elements available from the administrative office of the courts
23 for possible integration into the evidence-based program quality
24 assurance plans and processes. The administrative office of the
25 courts, the Washington association of juvenile court administrators,
26 and the juvenile rehabilitation administration shall provide
27 information necessary to complete the review and analysis. The
28 Washington association of juvenile court administrators and the
29 juvenile rehabilitation administration shall report the findings of
30 their review and analysis, as well as any recommendations, to the
31 legislature by December 1, 2012.

32 **Sec. 1204.** 2012 2nd sp.s. c 7 s 204 (uncodified) is amended to
33 read as follows:

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

36 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS
37 General Fund--State Appropriation (FY 2012) \$317,734,000

1	General Fund--State Appropriation (FY 2013)	((\$324,319,000))
2		<u>\$321,609,000</u>
3	General Fund--Federal Appropriation	((\$449,593,000))
4		<u>\$446,619,000</u>
5	General Fund--Private/Local Appropriation	\$17,864,000
6	Hospital Safety Net Assessment Fund--State	
7	Appropriation	\$5,251,000
8	TOTAL APPROPRIATION	((\$1,114,761,000))
9		<u>\$1,109,077,000</u>

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

12 (a) \$109,342,000 of the general fund--state appropriation for
13 fiscal year 2012 and \$109,341,000 of the general fund--state
14 appropriation for fiscal year 2013 are provided solely for persons and
15 services not covered by the medicaid program. This is a reduction of
16 \$4,348,000 each fiscal year from the nonmedicaid funding that was
17 allocated for expenditure by regional support networks during fiscal
18 year 2011 prior to supplemental budget reductions. This \$4,348,000
19 reduction shall be distributed among regional support networks
20 proportional to each network's share of the total state population. To
21 the extent possible, levels of regional support network spending shall
22 be maintained in the following priority order: (i) Crisis and
23 commitment services; (ii) community inpatient services; and (iii)
24 residential care services, including personal care and emergency
25 housing assistance.

26 (b) \$6,590,000 of the general fund--state appropriation for fiscal
27 year 2012, \$6,590,000 of the general fund--state appropriation for
28 fiscal year 2013, and \$7,620,000 of the general fund--federal
29 appropriation are provided solely for the department and regional
30 support networks to continue to contract for implementation of high-
31 intensity programs for assertive community treatment (PACT) teams. In
32 determining the proportion of medicaid and nonmedicaid funding provided
33 to regional support networks with PACT teams, the department shall
34 consider the differences between regional support networks in the
35 percentages of services and other costs associated with the teams that
36 are not reimbursable under medicaid. The department may allow regional
37 support networks which have nonmedicaid reimbursable costs that are
38 higher than the nonmedicaid allocation they receive under this section

1 to supplement these funds with local dollars or funds received under
2 section 204(1)(a) of this act. The department and regional support
3 networks shall maintain consistency with all essential elements of the
4 PACT evidence-based practice model in programs funded under this
5 section.

6 (c) \$5,850,000 of the general fund--state appropriation for fiscal
7 year 2012, \$5,850,000 of the general fund--state appropriation for
8 fiscal year 2013, and \$1,300,000 of the general fund--federal
9 appropriation are provided solely for the western Washington regional
10 support networks to provide either community- or hospital campus-based
11 services for persons who require the level of care previously provided
12 by the program for adaptive living skills (PALS) at western state
13 hospital.

14 (d) The number of nonforensic beds allocated for use by regional
15 support networks at eastern state hospital shall be 192 per day. The
16 number of nonforensic beds allocated for use by regional support
17 networks at western state hospital shall be 557 per day.

18 (e) From the general fund--state appropriations in this subsection,
19 the secretary of social and health services shall assure that regional
20 support networks reimburse the aging and disability services
21 administration for the general fund--state cost of medicaid personal
22 care services that enrolled regional support network consumers use
23 because of their psychiatric disability.

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

27 ~~((h))~~ (g) \$750,000 of the general fund--state appropriation for
28 fiscal year 2012 and \$750,000 of the general fund--state appropriation
29 for fiscal year 2013 are provided solely to continue performance-based
30 incentive contracts to provide appropriate community support services
31 for individuals with severe mental illness who were discharged from the
32 state hospitals as part of the expanding community services initiative.
33 These funds will be used to enhance community residential and support
34 services provided by regional support networks through other state and
35 federal funding.

36 ~~((i))~~ (h) \$1,125,000 of the general fund--state appropriation for
37 fiscal year 2012 and \$1,125,000 of the general fund--state

1 appropriation for fiscal year 2013 are provided solely for the Spokane
2 regional support network to implement services to reduce utilization
3 and the census at eastern state hospital. Such services shall include:

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

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

10 (iii) Mental health services provided in nursing facilities to
11 individuals with dementia, and consultation to facility staff treating
12 those individuals; and

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

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

18 ~~((+j))~~ (i) \$1,529,000 of the general fund--state appropriation for
19 fiscal year 2012 and \$1,529,000 of the general fund--state
20 appropriation for fiscal year 2013 are provided solely to reimburse
21 Pierce and Spokane counties for the cost of conducting 180-day
22 commitment hearings at the state psychiatric hospitals.

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

35 ~~((+l))~~ (k) Given the recent approval of federal medicaid matching
36 funds for the disability lifeline and the alcohol and drug abuse
37 treatment support act programs, the department shall charge regional

1 support networks for only the state share rather than the total cost of
2 community psychiatric hospitalization for persons enrolled in those
3 programs.

4 ~~((m))~~ (l) \$750,000 of the general fund--state appropriation for
5 fiscal year 2012, \$750,000 of the general fund--state appropriation for
6 fiscal year 2013, and \$1,500,000 of the general fund--federal
7 appropriation are provided solely to adjust regional support network
8 capitation rates to account for the per diem rates actually paid for
9 psychiatric care provided at hospitals participating in the certified
10 public expenditure program operated pursuant to section 213 of this
11 act.

12 ~~((n))~~ (m) The appropriations in this section reflect efficiencies
13 to be achieved through voluntary consolidation of regional support
14 networks in accordance with Substitute House Bill No. 2139 (regional
15 support networks). Voluntary consolidation of regional support
16 networks is expected to result in administrative efficiencies and
17 maximize dollars available for direct services to individuals with
18 mental illnesses without corresponding increases in state
19 appropriations.

20 (2) INSTITUTIONAL SERVICES

21	General Fund--State Appropriation (FY 2012)	\$115,017,000
22	General Fund--State Appropriation (FY 2013)	(\$112,603,000)
23		<u>\$118,883,000</u>
24	General Fund--Federal Appropriation	(\$153,618,000)
25		<u>\$152,917,000</u>
26	General Fund--Private/Local Appropriation	(\$67,325,000)
27		<u>\$64,555,000</u>
28	TOTAL APPROPRIATION	(\$448,563,000)
29		<u>\$451,372,000</u>

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

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

35 (b) \$231,000 of the general fund--state appropriation for fiscal
36 year 2012 and \$231,000 of the general fund--state appropriation for
37 fiscal year 2013 are provided solely for a community partnership
38 between western state hospital and the city of Lakewood to support

1 community policing efforts in the Lakewood community surrounding
2 western state hospital. The amounts provided in this subsection (2)(b)
3 are for the salaries, benefits, supplies, and equipment for one full-
4 time investigator, one full-time police officer, and one full-time
5 community service officer at the city of Lakewood.

6 (c) \$45,000 of the general fund--state appropriation for fiscal
7 year 2012 and \$45,000 of the general fund--state appropriation for
8 fiscal year 2013 are provided solely for payment to the city of
9 Lakewood for police services provided by the city at western state
10 hospital and adjacent areas.

11 (d) \$20,000,000 of the general fund--state appropriation for fiscal
12 year 2012 and \$20,000,000 of the general fund--state appropriation for
13 fiscal year 2013 are provided solely to maintain staffed capacity to
14 serve an average daily census in forensic wards at western state
15 hospital of 270 patients per day.

16 (e) The appropriations in this section reflect efficiencies to be
17 achieved through enactment of Substitute Senate Bill No. 6492
18 (competency to stand trial). These efficiencies are expected to enable
19 the hospitals to substantially increase the timeliness with which
20 evaluations of defendant competency to stand trial are completed, and
21 treatment to restore competency is initiated, without corresponding
22 increases in state appropriations.

23 (3) SPECIAL PROJECTS

24	General Fund--State Appropriation (FY 2012)	\$1,148,000
25	General Fund--State Appropriation (FY 2013)	\$1,276,000
26	General Fund--Federal Appropriation	(\$4,198,000)
27		<u>\$5,198,000</u>
28	General Fund--Private/Local Appropriation	\$700,000
29	TOTAL APPROPRIATION	(\$7,322,000)
30		<u>\$8,322,000</u>

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

33 (a) \$1,161,000 of the general fund--state appropriation for fiscal
34 year 2012 and \$1,161,000 of the general fund--state appropriation for
35 fiscal year 2013 are provided solely for children's evidence-based
36 mental health services. Funding is sufficient to continue serving
37 children at the same levels as fiscal year 2009.

1 (b) \$700,000 of the general fund--private/local appropriation is
 2 provided solely for the University of Washington's evidence-based
 3 practice institute which supports the identification, evaluation, and
 4 implementation of evidence-based or promising practices for serving
 5 children and youth with mental health disorders. The department shall
 6 enter into an interagency agreement with the office of the attorney
 7 general for expenditure of \$700,000 of the state's proceeds of the *cy*
 8 *pres* settlement in *State of Washington v. AstraZeneca (Seroquel)* for
 9 this purpose.

10 (c) \$135,000 of the general fund--state appropriation for fiscal
 11 year 2013 and \$89,000 of the general fund--federal appropriation are
 12 provided solely for the department to contract with the University of
 13 Washington's evidence-based practice institute and the Washington state
 14 institute for public policy to consult with the department and the
 15 health care authority on the implementation of Engrossed Second
 16 Substitute House Bill No. 2536 (children services/delivery). The
 17 department's programs responsible for administration of mental health,
 18 child welfare, and juvenile justice programs will coordinate with the
 19 health care authority on the development of contract terms which
 20 facilitate efforts to meet requirements of the bill. If Engrossed
 21 Second Substitute House Bill No. 2536 (children services/delivery) is
 22 not enacted by June 30, 2012, the amounts provided in this subsection
 23 shall lapse.

24 (4) PROGRAM SUPPORT

25	General Fund--State Appropriation (FY 2012)	\$4,482,000
26	General Fund--State Appropriation (FY 2013)	(\$4,247,000)
27		<u>\$4,161,000</u>
28	General Fund--Federal Appropriation	(\$7,210,000)
29		<u>\$7,128,000</u>
30	General Fund--Private/Local Appropriation	\$446,000
31	TOTAL APPROPRIATION	(\$16,385,000)
32		<u>\$16,217,000</u>

33 (a) The appropriations in this subsection are subject to the
 34 following conditions and limitations: In accordance with RCW
 35 43.20B.110, 43.135.055, and 71.24.035, the department is authorized to
 36 increase license and certification fees in fiscal years 2012 and 2013
 37 to support the costs of the regulatory program. The fee schedule
 38 increases must be developed so that the maximum amount of additional

1 fees paid by providers statewide in the 2011-2013 fiscal biennium is
 2 \$446,000. The department's fee schedule shall have differential rates
 3 for providers with proof of accreditation from organizations that the
 4 department has determined to have substantially equivalent standards to
 5 those of the department, including but not limited to the joint
 6 commission on accreditation of health care organizations, the
 7 commission on accreditation of rehabilitation facilities, and the
 8 council on accreditation. To reflect the reduced costs associated with
 9 regulation of accredited programs, the department's fees for
 10 organizations with such proof of accreditation must reflect the lower
 11 costs of licensing for these programs than for other organizations
 12 which are not accredited.

13 (b) \$19,000 of the general fund--state appropriation for fiscal
 14 year 2012, \$17,000 of the general fund--state appropriation for fiscal
 15 year 2013, and \$34,000 of the general fund--federal appropriation are
 16 provided solely to support a partnership among the department of social
 17 and health services, the department of health, and agencies that
 18 deliver medical care and behavioral health services in Cowlitz county.
 19 The partnership shall identify and recommend strategies for resolving
 20 regulatory, licensing, data management, reporting, and funding barriers
 21 to more effective integration of primary medical and behavioral health
 22 care services in the county.

23 **Sec. 1205.** 2012 2nd sp.s. c 7 s 205 (uncodified) is amended to
 24 read as follows:

25 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--DEVELOPMENTAL**
 26 **DISABILITIES PROGRAM**

27 (1) COMMUNITY SERVICES

28	General Fund--State Appropriation (FY 2012)	\$405,412,000
29	General Fund--State Appropriation (FY 2013)	((\$420,327,000))
30		<u>\$411,082,000</u>
31	General Fund--Federal Appropriation	((\$752,059,000))
32		<u>\$745,033,000</u>
33	General Fund--Private/Local Appropriation	\$184,000
34	TOTAL APPROPRIATION	((\$1,577,982,000))
35		<u>\$1,561,711,000</u>

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

1 (a) Individuals receiving services as supplemental security income
2 (SSI) state supplemental payments shall not become eligible for medical
3 assistance under RCW 74.09.510 due solely to the receipt of SSI state
4 supplemental payments.

5 (b) Amounts appropriated in this subsection reflect a reduction to
6 funds appropriated for in-home care. The department shall reduce the
7 number of in-home hours authorized. The reduction shall be scaled
8 based on the acuity level of care recipients. The largest hour
9 reductions shall be to lower acuity patients and the smallest hour
10 reductions shall be to higher acuity patients.

11 (c) Amounts appropriated in this subsection are sufficient to
12 develop and implement the use of a consistent, statewide outcome-based
13 vendor contract for employment and day services by July 1, 2012. The
14 rates paid to vendors under this contract shall also be made
15 consistent. In its description of activities the agency shall include
16 activity listings and dollars appropriated for: Employment services,
17 day services, child development services and county administration of
18 services to the developmentally disabled. The department shall begin
19 reporting to the office of financial management on these activities
20 beginning in fiscal year 2010.

21 (d) \$944,000 of the general fund--state appropriation for fiscal
22 year 2012, \$944,000 of the general fund--state appropriation for fiscal
23 year 2013, and \$1,888,000 of the general fund--federal appropriation
24 are provided solely for state contributions for individual provider
25 health care benefits. Pursuant to the collective bargaining agreement
26 negotiated with the exclusive bargaining representative of individual
27 providers established under RCW 74.39A.270, the state shall contribute
28 to the multiemployer health benefits trust fund \$2.21 per paid hour
29 worked by individual providers.

30 (e) \$1,329,000 of the general fund--state appropriation for fiscal
31 year 2012, \$1,622,000 of the general fund--state appropriation for
32 fiscal year 2013, and \$2,947,000 of the general fund--federal
33 appropriation are provided solely for the state's contribution to the
34 training partnership, as provided in RCW 74.39A.360, for instructional
35 costs associated with the training of individual providers.
36 Contributions are funded at \$0.22 per benefit-eligible paid hour worked
37 by all home care workers. Expenditures for the purposes specified in
38 this subsection shall not exceed the amounts provided in this

1 subsection. However, if the governor and the service employees
2 international union healthcare 775nw can reach agreement on repurposing
3 funding that is currently provided in the individual provider
4 collective bargaining agreement for new individual provider wages paid
5 during training or other training related items, then expenditures for
6 training trust contributions for individual providers may include the
7 amounts provided in this subsection and the agreed upon repurposed
8 funding. Funding in this section for purposes other than the
9 individual provider collective bargaining agreement cannot be used for
10 the purposes of this subsection (1)(e). It is the intent of the
11 legislature that the funding provided in this subsection, including any
12 repurposed funding, is sufficient to cover the costs of individual
13 provider training and therefore tuition or other entrance fees are not
14 necessary.

15 (f) (~~(\$104,669,000)~~) \$107,538,000 of the general fund--state
16 appropriation for fiscal year 2013 and (~~(\$104,669,000)~~) \$107,535,000 of
17 the general fund--federal appropriation are provided solely for the
18 department to provide personal care services to waiver and nonwaiver
19 in-home clients. The department shall provide the legislature with a
20 report by December 5, 2012, on the feasibility of converting the
21 medicaid personal care program for in-home adults to a medicaid program
22 as found in section 1915(i) of the federal social security act that
23 utilizes the option for self-direction of individualized budgets. The
24 department shall operate the personal care program within the amounts
25 specifically provided.

26 (g)(i) Within the amounts appropriated in this subsection, the
27 department shall revise the current working age adult policy to allow
28 clients to choose between employment and community access activities.
29 Clients age 21 and older who are receiving services through a home- and
30 community-based medicaid waiver shall be offered the choice to
31 transition to a community access program after nine months of
32 enrollment in an employment program, and the option to transition from
33 a community access program to an employment program at any time. The
34 department shall inform clients and their legal representatives of all
35 available options for employment and day services. Information
36 provided to the client and the client's legal representative shall
37 include the types of activities each service option provides, and the
38 amount, scope, and duration of service for which the client would be

1 eligible under each service option. An individual client may be
2 authorized for only one service option, either employment services or
3 community access services. Clients may not participate in more than
4 one of these services at any given time.

5 (ii) The department shall work with counties and stakeholders to
6 strengthen and expand the existing community access program. The
7 program must emphasize support for the client so they are able to
8 participate in activities that integrate them into their community and
9 support independent living and skills.

10 (iii) The appropriation in this subsection includes funding to
11 provide employment or community access services to 168 medicaid
12 eligible young adults with developmental disabilities living with their
13 families who need employment opportunities and assistance after high
14 school graduation.

15 (h) \$75,000 of the general fund--state appropriation for fiscal
16 year 2012 and \$75,000 of the general fund--state appropriation for
17 fiscal year 2013 are provided solely for the restoration of direct
18 support to local organizations that utilize parent-to-parent networks
19 and communication to promote access and quality of care for individuals
20 with developmental disabilities and their families.

21 (i) In accordance with Engrossed Substitute House Bill No. 1277
22 (licensed settings for vulnerable adults), adult family home license
23 fees are increased in fiscal years 2012 and 2013 to support the costs
24 of conducting licensure, inspection, and regulatory programs.

25 (i) The current annual renewal license fee for adult family homes
26 shall be increased to \$100 per bed beginning in fiscal year 2012 and
27 \$175 per bed beginning in fiscal year 2013. Adult family homes shall
28 receive a corresponding vendor rate increase per medicaid patient day
29 of \$0.22 in fiscal year 2012 and \$0.43 in fiscal year 2013, or the
30 amount necessary to fully fund the license fee increase for publicly
31 funded beds, pursuant to the most recent bed estimates maintained by
32 the department.

33 (ii) Beginning in fiscal year 2012, a processing fee of \$2,750
34 shall be charged to each adult family home when the home is initially
35 licensed. This fee is nonrefundable.

36 (j) Clients with developmental disabilities have demonstrated a
37 need and a desire for a day services program as verified by over 900
38 clients currently accessing day programs through a long- term care

1 service model. In addition, every individual, to include those with a
 2 developmental disability, should have the opportunity for meaningful
 3 employment which allows them to contribute to their communities and to
 4 become as self-sufficient as possible. Providing choice empowers
 5 recipients of publicly funded services and their families by expanding
 6 their degree of control over the services and supports they need.

7 The department shall work with legislators and stakeholders to
 8 develop a new approach to employment and day services. The objective
 9 of this plan is to ensure that adults with developmental disabilities
 10 have optimum choices, and that employment and day offerings are
 11 comprehensive enough to meet the needs of all clients currently served
 12 on a home and community based waiver. The proposal shall be submitted
 13 to the 2012 legislature for consideration and shall be constructed such
 14 that a client ultimately receives employment, community access, or the
 15 community day option but not more than one service at a time. The
 16 proposal shall include options for program efficiencies within the
 17 current employment and day structure and shall provide details on the
 18 plan to implement a consistent, statewide outcome-based vendor contract
 19 for employment and day services as specified in (c) of this subsection.

20 (2) INSTITUTIONAL SERVICES

21	General Fund--State Appropriation (FY 2012)	\$75,436,000
22	General Fund--State Appropriation (FY 2013)	(\$80,356,000)
23		<u>\$78,154,000</u>
24	General Fund--Federal Appropriation	(\$153,570,000)
25		<u>\$152,963,000</u>
26	General Fund--Private/Local Appropriation	\$22,043,000
27	TOTAL APPROPRIATION	(\$331,405,000)
28		<u>\$328,596,000</u>

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

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

35 (b) \$721,000 of the general fund--state appropriation for fiscal
 36 year 2012 and \$721,000 of the general fund--state appropriation for
 37 fiscal year 2013 are for the department to fulfill its contracts with
 38 the school districts under chapter 28A.190 RCW to provide

1 transportation, building space, and other support services as are
2 reasonably necessary to support the educational programs of students
3 living in residential habilitation centers.

4 (3) PROGRAM SUPPORT

5	General Fund--State Appropriation (FY 2012)	\$1,382,000
6	General Fund--State Appropriation (FY 2013)	(((\$1,366,000))
7		<u>\$1,759,000</u>
8	General Fund--Federal Appropriation	(((\$1,319,000))
9		<u>\$1,519,000</u>
10	TOTAL APPROPRIATION	(((\$4,067,000))
11		<u>\$4,660,000</u>

12 (4) SPECIAL PROJECTS

13	General Fund--State Appropriation (FY 2012)	\$4,634,000
14	General Fund--State Appropriation (FY 2013)	(((\$4,553,000))
15		<u>\$6,313,000</u>
16	General Fund--Federal Appropriation	(((\$9,588,000))
17		<u>\$9,786,000</u>
18	General Fund--Private/Local Appropriation	(((\$998,000))
19		<u>\$791,000</u>
20	TOTAL APPROPRIATION	(((\$19,773,000))
21		<u>\$21,524,000</u>

22 The appropriations in this subsection are subject to the following
23 conditions and limitations:

24 Amounts appropriated in this subsection are for the purposes of
25 transitioning clients with developmental disabilities into community
26 settings. The department is authorized as needed to use these funds to
27 either pay for clients residing within a residential habilitation
28 center or for placements in the community. Pursuant to Second
29 Substitute Senate Bill No. 5459 (services for people with developmental
30 disabilities), funding in this subsection must be prioritized for the
31 purpose of facilitating the consolidation and closure of Frances Haddon
32 Morgan Center. The department shall use a person-centered approach in
33 developing the discharge plan to assess each resident's needs and
34 identify services the resident requires to successfully transition to
35 the community or another residential habilitation center. The
36 department is authorized to use any savings from this effort for the
37 purpose of developing community resources to address the needs of
38 clients with developmental disabilities who are in crisis or in need of

1 respite. The department shall track the costs and savings of closing
2 Frances Haddon Morgan Center and any investments into community
3 placements and resources. The department shall provide a fiscal
4 progress report to the legislature by December 5, 2011.

5 **Sec. 1206.** 2012 2nd sp.s. c 7 s 206 (uncodified) is amended to
6 read as follows:

7 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--AGING AND ADULT**
8 **SERVICES PROGRAM**

9	General Fund--State Appropriation (FY 2012)	\$791,493,000
10	General Fund--State Appropriation (FY 2013)	(((\$809,338,000))
11		<u>\$802,115,000</u>
12	General Fund--Federal Appropriation	(((\$1,690,993,000))
13		<u>\$1,686,998,000</u>
14	General Fund--Private/Local Appropriation	\$27,517,000
15	Traumatic Brain Injury Account--State Appropriation	\$3,388,000
16	Nursing Facility Quality Assurance Account--State	
17	Appropriation	\$88,000,000
18	TOTAL APPROPRIATION	(((\$3,410,729,000))
19		<u>\$3,399,511,000</u>

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

22 (1) For purposes of implementing chapter 74.46 RCW, the weighted
23 average nursing facility payment rate shall not exceed \$170.37 for
24 fiscal year 2012 and shall not exceed ~~(((\$171.43))~~ \$171.09 for fiscal
25 year 2013, including the rate add-ons described in (a) and (b) of this
26 subsection. However, if the waiver requested from the federal centers
27 for medicare and medicaid services in relation to the safety net
28 assessment created by Engrossed Substitute Senate Bill No. 5581
29 (nursing home payments) is for any reason not approved and implemented,
30 the weighted average nursing facility payment rate shall not exceed
31 \$159.87 for fiscal year 2012 and shall not exceed ~~(((\$160.93))~~ \$161.29
32 for fiscal year 2013. There will be no adjustments for economic trends
33 and conditions in fiscal years 2012 and 2013. The economic trends and
34 conditions factor or factors defined in the biennial appropriations act
35 shall not be compounded with the economic trends and conditions factor
36 or factors defined in any other biennial appropriations acts before
37 applying it to the component rate allocations established in accordance

1 with chapter 74.46 RCW. When no economic trends and conditions factor
2 for either fiscal year is defined in a biennial appropriations act, no
3 economic trends and conditions factor or factors defined in any earlier
4 biennial appropriations act shall be applied solely or compounded to
5 the component rate allocations established in accordance with chapter
6 74.46 RCW.

7 (a) Within the funds provided, the department shall continue to
8 provide an add-on per medicaid resident day per facility not to exceed
9 \$1.57. The add-on shall be used to increase wages, benefits, and/or
10 staffing levels for certified nurse aides; or to increase wages and/or
11 benefits for dietary aides, housekeepers, laundry aides, or any other
12 category of worker whose statewide average dollars-per-hour wage was
13 less than \$15 in calendar year 2008, according to cost report data.
14 The add-on may also be used to address resulting wage compression for
15 related job classes immediately affected by wage increases to low-wage
16 workers. The department shall continue reporting requirements and a
17 settlement process to ensure that the funds are spent according to this
18 subsection.

19 (b) The department shall do a comparative analysis of the facility-
20 based payment rates calculated on July 1, 2012, using the payment
21 methodology defined in chapter 74.46 RCW and as funded in the omnibus
22 appropriations act, excluding the comparative add-on, acuity add-on,
23 and safety net reimbursement, to the facility-based payment rates in
24 effect June 30, 2010. If the facility-based payment rate calculated on
25 July 1, 2012, is smaller than the facility-based payment rate on June
26 30, 2010, then the difference shall be provided to the individual
27 nursing facilities as an add-on payment per medicaid resident day.

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

37 (d) The department shall provide a medicaid rate add-on to
38 reimburse the medicaid share of the skilled nursing facility safety net

1 assessment as a medicaid allowable cost. The nursing facility safety
2 net rate add-on may not be included in the calculation of the annual
3 statewide weighted average nursing facility payment rate.

4 (e) If the waiver requested from the federal centers for medicare
5 and medicaid services in relation to the safety net assessment created
6 by Engrossed Substitute Senate Bill No. 5581 (nursing home payments) is
7 for any reason not approved and implemented, (b), (c), and (d) of this
8 subsection do not apply.

9 (2) After examining actual nursing facility cost information, the
10 legislature finds that the medicaid nursing facility rates calculated
11 pursuant to Engrossed Substitute Senate Bill No. 5581 (nursing home
12 payments) provide sufficient reimbursement to efficiently and
13 economically operating nursing facilities and bear a reasonable
14 relationship to costs.

15 (3) In accordance with chapter 74.46 RCW, the department shall
16 issue no additional certificates of capital authorization for fiscal
17 year 2012 and no new certificates of capital authorization for fiscal
18 year 2013 and shall grant no rate add-ons to payment rates for capital
19 improvements not requiring a certificate of need and a certificate of
20 capital authorization for fiscal years 2012 and 2013.

21 (4) The long-term care program may develop and pay enhanced rates
22 for exceptional care to nursing homes for persons with traumatic brain
23 injuries who are transitioning from hospital care. The cost per
24 patient day for caring for these clients in a nursing home setting may
25 be equal to or less than the cost of caring for these clients in a
26 hospital setting.

27 (5) Amounts appropriated in this section reflect a reduction to
28 funds appropriated for in-home care. The department shall reduce the
29 number of in-home hours authorized. The reduction shall be scaled
30 based on the acuity level of care recipients. The largest hour
31 reductions shall be to lower acuity patients and the smallest hour
32 reductions shall be to higher acuity patients.

33 (6) \$1,883,000 of the general fund--state appropriation for fiscal
34 year 2012, \$1,883,000 of the general fund--state appropriation for
35 fiscal year 2013, and \$3,766,000 of the general fund--federal
36 appropriation are provided solely for state contributions for
37 individual provider health care benefits. Pursuant to the collective
38 bargaining agreement negotiated with the exclusive bargaining

1 representative of individual providers established under RCW
2 74.39A.270, the state shall contribute to the multiemployer health
3 benefits trust fund \$2.21 per paid hour worked by individual providers.

4 (7) \$2,449,000 of the general fund--state appropriation for fiscal
5 year 2012, \$3,012,000 of the general fund--state appropriation for
6 fiscal year 2013, and \$5,463,000 of the general fund--federal
7 appropriation are provided solely for the state's contribution to the
8 training partnership, as provided in RCW 74.39A.360, for instructional
9 costs associated with the training of individual providers.
10 Contributions are funded at \$0.22 per benefit-eligible paid hour worked
11 by all home care workers. Expenditures for the purposes specified in
12 this subsection shall not exceed the amounts provided in this
13 subsection. However, if the governor and the service employees
14 international union healthcare 775nw can reach agreement on repurposing
15 funding that is currently provided in the individual provider
16 collective bargaining agreement for new individual provider wages paid
17 during training or other training related items, then expenditures for
18 training trust contributions for individual providers may include the
19 amounts provided in this subsection and the agreed upon repurposed
20 funding. Funding in this section for purposes other than the
21 individual provider collective bargaining agreement cannot be used for
22 the purposes of this subsection (7). It is the intent of the
23 legislature that the funding provided in this subsection, including any
24 repurposed funding, is sufficient to cover the costs of individual
25 provider training and therefore tuition or other entrance fees are not
26 necessary.

27 (8) (~~(\$338,550,000)~~) \$325,203,000 of the general fund--state
28 appropriation for fiscal year 2013 and (~~(\$338,550,000)~~) \$324,653,000 of
29 the general fund--federal appropriation are provided solely for the
30 department to provide personal care services to waiver and nonwaiver
31 in-home clients. The department shall provide the legislature with a
32 report by December 5, 2012, on the feasibility of converting the
33 medicaid personal care program for in-home adults to a medicaid program
34 as found in section 1915(i) of the federal social security act that
35 utilizes the option for self-direction of individualized budgets. The
36 department shall operate the personal care program within the amounts
37 specifically provided.

1 (9) Individuals receiving services as supplemental security income
2 (SSI) state supplemental payments shall not become eligible for medical
3 assistance under RCW 74.09.510 due solely to the receipt of SSI state
4 supplemental payments.

5 (10) The department shall eliminate the adult day health program
6 under the state plan 1915(i) option and shall reestablish it under the
7 long-term care home and community-based waiver.

8 (11) \$4,588,000 of the general fund--state appropriation for fiscal
9 year 2012, \$4,559,000 of the general fund--state appropriation for
10 fiscal year 2013, and \$9,237,000 of the general fund--federal
11 appropriation are provided solely for the continued operation of
12 community residential and support services for persons who are older
13 adults or who have co-occurring medical and behavioral disorders and
14 who have been discharged or diverted from a state psychiatric hospital.
15 These funds shall be used to serve individuals whose treatment needs
16 constitute substantial barriers to community placement, who no longer
17 require active psychiatric treatment at an inpatient hospital level of
18 care, and who no longer meet the criteria for inpatient involuntary
19 commitment.

20 (12) \$1,840,000 of the general fund--state appropriation for fiscal
21 year 2012 and \$1,877,000 of the general fund--state appropriation for
22 fiscal year 2013 are provided solely for operation of the volunteer
23 services program. Funding shall be prioritized towards serving
24 populations traditionally served by long-term care services to include
25 senior citizens and persons with disabilities.

26 (13) In accordance with Engrossed Substitute House Bill No. 1277
27 (licensed settings for vulnerable adults), nursing facility fees are
28 increased in fiscal year 2012 and adult family home fees are increased
29 in fiscal year 2012 and fiscal year 2013 to support the costs of
30 conducting licensure, inspection, and regulatory programs.

31 (a) The current annual renewal license fee for nursing facilities
32 shall be increased to \$359 per bed beginning in fiscal year 2012 and
33 assumes \$517,000 of the general fund--private/local appropriation.
34 Nursing facilities shall receive a vendor rate increase of \$0.08 per
35 medicaid patient day to cover the license fee increase for publicly
36 funded beds.

37 (b) The current annual renewal license fee for adult family homes
38 shall be increased to \$100 per bed beginning in fiscal year 2012 and

1 assumes \$1,449,000 of the general fund--private/local appropriation;
2 and \$175 per bed beginning in fiscal year 2013 and assumes \$2,463,000
3 of the general fund--private/local appropriation. Adult family homes
4 shall receive a corresponding vendor rate increase per medicaid patient
5 day of \$0.22 in fiscal year 2012 and \$0.43 in fiscal year 2013, or the
6 amount necessary to fully fund the license fee increase for publicly
7 funded beds, pursuant to the most recent bed estimates maintained by
8 the department.

9 (c) Beginning in fiscal year 2012, a processing fee of \$2,750 shall
10 be charged to each adult family home when the home is initially
11 licensed. This fee is nonrefundable.

12 (d) \$72,000 of the general fund--state appropriation for fiscal
13 year 2012, \$708,000 of the general fund--private/local appropriation
14 and \$708,000 of the general fund--federal appropriation are provided
15 solely to implement sections 501 through 503 of Engrossed Substitute
16 House Bill No. 1277 (licensed settings for vulnerable adults). The
17 department shall use additional investigative resources to address
18 complaints about provider practices as well as alleged abuse, neglect,
19 abandonment, and exploitation of residents in adult family homes. The
20 department shall develop a statewide internal quality review and
21 accountability program to improve the accountability of staff and the
22 consistent application of investigative activities, and shall convene
23 a quality assurance panel to review problems in the quality of care in
24 adult family homes.

25 (14) \$3,316,000 of the traumatic brain injury account--state
26 appropriation is provided solely to continue services for persons with
27 traumatic brain injury (TBI) as defined in chapter 143, Laws of 2011
28 (traumatic brain injury strategic partnership).

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

33 (16) The department shall participate in the work group established
34 by the department of corrections in section 220(2) of this act to
35 review release options for elderly and infirm offenders.

36 **Sec. 1207.** 2012 2nd sp.s. c 7 s 207 (uncodified) is amended to
37 read as follows:

1	FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ECONOMIC SERVICES	
2	PROGRAM	
3	General Fund--State Appropriation (FY 2012)	\$415,553,000
4	General Fund--State Appropriation (FY 2013)	((\$438,483,000))
5		<u>\$386,366,000</u>
6	General Fund--Federal Appropriation	((\$1,174,416,000))
7		<u>\$1,180,028,000</u>
8	General Fund--Private/Local Appropriation	\$30,592,000
9	TOTAL APPROPRIATION	((\$2,059,044,000))
10		<u>\$2,012,539,000</u>

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

13 (1) \$195,410,000 of the general fund--state appropriation for
14 fiscal year 2012, ((~~\$235,808,000~~)) \$178,052,000 of the general
15 fund--state appropriation for fiscal year 2013, and ((~~\$725,586,000~~))
16 \$712,784,000 of the general fund--federal appropriation are provided
17 solely for all components of the WorkFirst program. Under section 2 of
18 Engrossed Substitute Senate Bill No. 5921 (social services programs),
19 the amounts in this subsection assume that any participant in the
20 temporary assistance for needy families where their participation is
21 suspended and does not volunteer to participate in WorkFirst services
22 or unsubsidized employment does not receive child care subsidies or
23 WorkFirst subsidies as a condition of the suspension. Within the
24 amounts provided for the WorkFirst program, the department may provide
25 assistance using state-only funds for families eligible for temporary
26 assistance for needy families.

27 (a) Within the amounts provided for WorkFirst in this subsection,
28 the department shall continue to implement WorkFirst program
29 improvements that are designed to achieve progress against outcome
30 measures specified in Engrossed House Bill No. 2262 (WorkFirst and
31 child care) and RCW 74.08A.410.

32 (b) The department may establish a career services work transition
33 program.

34 (c) Within amounts appropriated in this section, the legislature
35 expressly mandates that the department exercise its authority, granted
36 in 1997 under RCW 74.08A.290, to contract for work activities services
37 pursuant to that statutory authority and RCW 41.06.142(3).

1 (d) The department shall create a temporary assistance for needy
2 families budget structure that allows for more transparent tracking of
3 budget units and subunits of expenditures where these units and
4 subunits are mutually exclusive from other department budget units.
5 The budget structure shall include budget units for the following:
6 Grants, child care, WorkFirst activities, and administration of the
7 program.

8 (2) \$23,679,000 of the general fund--state appropriation for fiscal
9 year 2012, in addition to supplemental security income recoveries, is
10 provided solely for financial assistance and other services to
11 recipients in the program established in section 4, chapter 8, Laws of
12 2010 1st sp. sess., until the program terminates on October 31, 2011.

13 (3)(a) \$12,457,000 of the general fund-- state appropriation for
14 fiscal year 2012 and \$21,959,000 of the general fund--state
15 appropriation for fiscal year 2013, in addition to supplemental
16 security income recoveries, are provided solely for the programs
17 created in Engrossed Substitute House Bill No. 2082 (essential needs
18 and assistance program) beginning November 1, 2011.

19 (b) The department shall review clients receiving services through
20 the aged, blind, or disabled assistance program, to determine whether
21 they would benefit from assistance in becoming naturalized citizens,
22 and thus be eligible to receive federal supplemental security income
23 benefits. Those cases shall be given high priority for naturalization
24 funding through the department.

25 (c) The department shall continue the interagency agreement with
26 the department of veterans' affairs to establish a process for referral
27 of veterans who may be eligible for veterans' services. This agreement
28 must include out-stationing department of veterans' affairs staff in
29 selected community service office locations in King and Pierce counties
30 to facilitate applications for veterans' services.

31 (4) \$1,657,000 of the general fund--state appropriation for fiscal
32 year 2012 and \$1,657,000 of the general fund--state appropriation for
33 fiscal year 2013 are provided solely for naturalization services.

34 (5) \$2,366,000 of the general fund--state appropriation for fiscal
35 year 2012 is provided solely for ((refugee)) employment services for
36 refugees and immigrants, of which \$1,774,000 is provided solely for the
37 department to pass through to statewide refugee and immigrant
38 assistance organizations for limited English proficiency pathway

1 services; and \$2,366,000 of the general fund--state appropriation for
2 fiscal year 2013 is provided solely for ((refugee)) employment services
3 for refugees and immigrants, of which \$1,774,000 is provided solely for
4 the department to pass through to statewide refugee and immigrant
5 assistance organizations for limited English proficiency pathway
6 services.

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

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

18 **Sec. 1208.** 2012 2nd sp.s. c 7 s 208 (uncodified) is amended to
19 read as follows:

20 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ALCOHOL AND**
21 **SUBSTANCE ABUSE PROGRAM**

22	General Fund--State Appropriation (FY 2012)	\$73,742,000
23	General Fund--State Appropriation (FY 2013)	((\$71,218,000))
24		<u>\$71,019,000</u>
25	General Fund--Federal Appropriation	((\$184,401,000))
26		<u>\$187,979,000</u>
27	General Fund--Private/Local Appropriation	((\$13,486,000))
28		<u>\$16,248,000</u>
29	Criminal Justice Treatment Account--State	
30	Appropriation	\$20,748,000
31	Problem Gambling Account--State Appropriation	\$1,448,000
32	TOTAL APPROPRIATION	((\$365,043,000))
33		<u>\$371,184,000</u>

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

36 (1) Within the amounts appropriated in this section, the department
37 may contract with the University of Washington and community-based

1 providers for the provision of the parent-child assistance program.
2 For all contractors, indirect charges for administering the program
3 shall not exceed ten percent of the total contract amount.

4 (2) Within the amounts appropriated in this section, the department
5 shall continue to provide for chemical dependency treatment services
6 for adult medicaid eligible, pregnant and parenting women, disability
7 lifeline, and alcoholism and drug addiction treatment and support act,
8 and medical care services clients.

9 (3) In accordance with RCW 70.96A.090 and 43.135.055, the
10 department is authorized to increase fees for the review and approval
11 of treatment programs in fiscal years 2012 and 2013 as necessary to
12 support the costs of the regulatory program. The department's fee
13 schedule shall have differential rates for providers with proof of
14 accreditation from organizations that the department has determined to
15 have substantially equivalent standards to those of the department,
16 including but not limited to the joint commission on accreditation of
17 health care organizations, the commission on accreditation of
18 rehabilitation facilities, and the council on accreditation. To
19 reflect the reduced costs associated with regulation of accredited
20 programs, the department's fees for organizations with such proof of
21 accreditation must reflect the lower cost of licensing for these
22 programs than for other organizations which are not accredited.

23 (4) \$3,500,000 of the general fund--federal appropriation (from the
24 substance abuse prevention and treatment federal block grant) is
25 provided solely for the continued funding of existing county drug and
26 alcohol use prevention programs.

27 (5) Within amounts appropriated in this section, the department is
28 required to increase federal match available for intensive inpatient
29 services. During fiscal year 2013, the department shall shift
30 contracts for a minimum of 32 intensive inpatient beds currently
31 provided in settings that are considered institutions for mental
32 diseases to two or more facilities with no more than 16 beds that are
33 able to claim federal match for services provided to medicaid clients
34 or individuals covered under the department's section 1115 medicaid
35 waiver. The department is authorized to conduct a request for proposal
36 process to fulfill this requirement. By December 1, 2012, the
37 department shall provide a plan to the office of financial management
38 and to the relevant fiscal and policy committees of the legislature for

1 transitioning all remaining intensive inpatient beds currently provided
 2 in settings that are considered institutions for mental diseases into
 3 facilities with no more than 16 beds by June 2017. The plan shall
 4 identify the maximum number of additional beds that can be transitioned
 5 into facilities with no more than 16 beds during the 2013-2015 fiscal
 6 biennium and the remaining number that will be transitioned during the
 7 2015-2017 fiscal biennium, a timeline and process for accomplishing
 8 this, and a projection of the related general fund--state savings for
 9 each biennium.

10 (6) The amounts appropriated in this section include reductions of
 11 \$303,000 in the general fund--state appropriation for fiscal year 2012
 12 and \$1,815,000 in the general fund--state appropriation for fiscal year
 13 2013. The department must apply this reduction across all levels of
 14 chemical dependency residential treatment services excluding services
 15 contracted through the counties, services provided to pregnant and
 16 parenting women, services provided to juveniles, and services provided
 17 to parents in dependency proceedings.

18 **Sec. 1209.** 2012 2nd sp.s. c 7 s 209 (uncodified) is amended to
 19 read as follows:

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

22	General Fund--State Appropriation (FY 2012)	\$10,854,000
23	General Fund--State Appropriation (FY 2013)	(\$10,401,000)
24		<u>\$10,353,000</u>
25	General Fund--Federal Appropriation	(\$105,060,000)
26		<u>\$104,922,000</u>
27	Telecommunications Devices for the Hearing and	
28	Speech Impaired--State Appropriation	\$2,766,000
29	TOTAL APPROPRIATION	(\$129,081,000)
30		<u>\$128,895,000</u>

31 The appropriations in this section are subject to the following
 32 conditions and limitations: \$480,000 of the telecommunications devices
 33 for the hearing and speech impaired account--state appropriation is
 34 provided solely for the office of deaf and hard of hearing to contract
 35 for services that provide employment support and help with life
 36 activities for deaf-blind individuals in King county.

1 **Sec. 1210.** 2012 2nd sp.s. c 7 s 210 (uncodified) is amended to
2 read as follows:

3 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--SPECIAL COMMITMENT**
4 **PROGRAM**

5	General Fund--State Appropriation (FY 2012)	\$48,167,000
6	General Fund--State Appropriation (FY 2013)	(\$36,128,000)
7		<u>\$38,247,000</u>
8	TOTAL APPROPRIATION	(\$84,295,000)
9		<u>\$86,414,000</u>

10 **Sec. 1211.** 2012 2nd sp.s. c 7 s 211 (uncodified) is amended to
11 read as follows:

12 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ADMINISTRATION AND**
13 **SUPPORTING SERVICES PROGRAM**

14	General Fund--State Appropriation (FY 2012)	\$26,069,000
15	General Fund--State Appropriation (FY 2013)	(\$24,474,000)
16		<u>\$26,301,000</u>
17	General Fund--Federal Appropriation	(\$39,550,000)
18		<u>\$42,090,000</u>
19	General Fund--Private/Local Appropriation	\$2,116,000
20	Performance Audits of State Government--State	
21	Appropriation	\$4,812,000
22	TOTAL APPROPRIATION	(\$97,021,000)
23		<u>\$101,388,000</u>

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

26 (1) \$300,000 of the general fund--state appropriation for fiscal
27 year 2012 and \$300,000 of the general fund--state appropriation for
28 fiscal year 2013 are provided solely for the Washington state mentors
29 program to continue its public-private partnerships to provide
30 technical assistance and training to mentoring programs that serve
31 at-risk youth.

32 (2) \$445,000 of the general fund--state appropriation for fiscal
33 year 2012 and \$445,000 of the general fund--state appropriation for
34 fiscal year 2013 are provided solely for funding of the teamchild
35 project.

36 (3) \$178,000 of the general fund--state appropriation for fiscal

1 year 2012 and \$178,000 of the general fund--state appropriation for
2 fiscal year 2013 are provided solely for the juvenile detention
3 alternatives initiative.

4 (4) \$4,812,000 of the performance audits of state government--state
5 appropriation is provided solely for support and expansion of the
6 division of fraud investigation. The division shall conduct
7 investigatory and enforcement activities for all department programs,
8 including the child support and TANF programs.

9 (5) \$1,400,000 of the general fund--state appropriation for fiscal
10 year 2012 is provided solely for the department to distribute as
11 support to community public health and safety networks that have a
12 history of providing training and services related to adverse childhood
13 experiences. Distribution of these funds is contingent upon securing
14 funding from a private entity or entities to provide one dollar in
15 matching funds for each dollar in state funds received by a network so
16 that the funding received by a community public health and safety
17 network will be equal portions of state and private funding.

18 ~~((+7))~~ (6) \$250,000 of the general fund--state appropriation for
19 fiscal year 2013 is provided solely for a grant program focused on
20 criminal street gang prevention and intervention. The Washington state
21 partnership council on juvenile justice may award grants under this
22 subsection. The council shall give priority to applicants who have
23 demonstrated the greatest problems with criminal street gangs.
24 Applicants composed of, at a minimum, one or more local governmental
25 entities and one or more nonprofit, nongovernmental organizations that
26 have a documented history of creating and administering effective
27 criminal street gang prevention and intervention programs may apply for
28 funding under this subsection.

29 ~~((+8))~~ (7) \$113,000 of the general fund--state appropriation for
30 fiscal year 2013 and \$105,000 of the general fund--federal
31 appropriation are provided solely for staffing costs associated with
32 implementation of Engrossed Second Substitute House Bill No. 2536
33 (children services/delivery). The amounts provided in this subsection
34 must be used for coordinated evidence-based practice implementation
35 amongst the department's programs providing mental health, child
36 welfare, and juvenile justice services to children. If Engrossed
37 Second Substitute House Bill No. 2536 (children services/delivery) is

1 not enacted by June 30, 2012, the amounts provided in this subsection
2 shall lapse.

3 **Sec. 1212.** 2012 2nd sp.s. c 7 s 212 (uncodified) is amended to
4 read as follows:

5 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--PAYMENTS TO OTHER**
6 **AGENCIES PROGRAM**

7	General Fund--State Appropriation (FY 2012)	\$62,140,000
8	General Fund--State Appropriation (FY 2013)	(\$46,303,000)
9		<u>\$49,584,000</u>
10	General Fund--Federal Appropriation	(\$53,049,000)
11		<u>\$53,409,000</u>
12	TOTAL APPROPRIATION	(\$161,492,000)
13		<u>\$165,133,000</u>

14 The appropriations in this section are subject to the following
15 conditions and limitations: \$469,000 of the general fund--state
16 appropriation for fiscal year 2011 and \$270,000 of the general fund--
17 state appropriation for fiscal year 2012 are provided solely for
18 implementation of Engrossed Substitute Senate Bill No. 5921 (social
19 services programs). If the bill is not enacted by June 30, 2011, the
20 amounts provided in this subsection shall lapse.

21 **Sec. 1213.** 2012 2nd sp.s. c 7 s 213 (uncodified) is amended to
22 read as follows:

23 **FOR THE STATE HEALTH CARE AUTHORITY**

24	General Fund--State Appropriation (FY 2012)	\$2,034,296,000
25	General Fund--State Appropriation (FY 2013)	(\$2,031,185,000)
26		<u>\$2,115,832,000</u>
27	General Fund--Federal Appropriation	(\$5,307,323,000)
28		<u>\$5,338,735,000</u>
29	General Fund--Private/Local Appropriation	(\$62,597,000)
30		<u>\$60,582,000</u>
31	Emergency Medical Services and Trauma Care Systems	
32	Trust Account--State Appropriation	(\$15,077,000)
33		<u>\$14,032,000</u>
34	Hospital Safety Net Assessment Fund--State	
35	Appropriation	(\$434,087,000)
36		<u>\$442,930,000</u>

1	State Health Care Authority Administration Account--	
2	State Appropriation	\$34,040,000
3	Basic Health Plan Stabilization Account--	
4	State Appropriation	\$44,000,000
5	Medical Aid Account--State Appropriation	\$529,000
6	Medicaid Fraud Penalty Account--State Appropriation	\$9,200,000
7	TOTAL APPROPRIATION	((\$9,972,334,000))
8		<u>\$10,094,176,000</u>

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

11 (1) The appropriations to the authority in this act shall be
12 expended for the purposes and in the amounts specified in this act. To
13 the extent that appropriations in this section are insufficient to fund
14 actual expenditures in excess of caseload forecasts and utilization
15 assumptions, the authority, after May 1, ((2012)) 2013, may transfer
16 general fund--state appropriations for fiscal year ((2012)) 2013 that
17 are provided solely for a specified purpose. The authority shall not
18 transfer funds, and the director of financial management shall not
19 approve the transfer, unless the transfer is consistent with the
20 objective of conserving, to the maximum extent possible, the
21 expenditure of state funds. The director of financial management shall
22 notify the appropriate fiscal committees of the senate and house of
23 representatives in writing seven days prior to approving any allotment
24 modifications or transfers under this subsection. The written
25 notification shall include a narrative explanation and justification of
26 the changes, along with expenditures and allotments by budget unit and
27 appropriation, both before and after any allotment modifications or
28 transfers.

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

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

6 (4)(a) \$1,200,000 of the general fund--state appropriation for
7 fiscal year 2012 is provided solely to plan the implementation of a
8 system of consolidated public school employee health benefits
9 purchasing.

10 It is the intent of the legislature to improve the administration,
11 transparency, and equity in delivering a K-12 employees' health
12 benefits system. In addition, the legislature intends that any cost
13 savings that result from changes to K-12 health benefits be dedicated
14 to public schools.

15 To further this legislative intent, the state health care authority
16 shall develop a plan to implement a consolidated health benefits'
17 system for K-12 employees for the 2013-14 school year. The health care
18 authority shall deliver a report to the legislature by December 15,
19 2011, that sets forth the implementation plan to the ways and means
20 committees of the house of representatives and the senate.

21 (b) The report prepared by the health care authority shall compare
22 and contrast the costs and benefits, both long and short term, of:

- 23 (i) The current K-12 health benefits system;
24 (ii) A new K-12 employee benefits pool; and
25 (iii) Enrolling K-12 employees into the health benefits pool for
26 state employees.

27 (c) In addition to the implementation plan, the report shall
28 include the following information:

- 29 (i) The costs and benefits of the current K-12 health benefits
30 system;
31 (ii) The costs and benefits of providing a new statewide K-12
32 employees' health benefits pool to school districts and school
33 employees;
34 (iii) The costs and benefits of enrolling K-12 employees into the
35 existing health benefits pool for state employees;
36 (iv) Recommendations of ways to limit administrative duplication
37 and costs, improve transparency to employees, the legislature, and the

1 public and assure equity among beneficiaries of publicly provided
2 employee health benefits;

3 (v) Recommendations for standardizing benefit packages and
4 purchasing efforts in a manner that seeks to maximize funding and
5 equity for all school employees;

6 (vi) Recommendations regarding the use of incentives, including how
7 changes to state health benefit allocations could provide employees
8 with benefits that would encourage participation;

9 (vii) Recommendations regarding the implementation of a new K-12
10 employee benefit plan, with separate options for voluntary
11 participation and mandatory statewide participation;

12 (viii) Recommendations regarding methods to reduce inequities
13 between individual and family coverage;

14 (ix) Consolidation of the purchasing and budget accountability for
15 school employee benefits to maximize administrative efficiency and
16 leverage existing skills and resources; and

17 (x) Other details the health care authority deems necessary,
18 including but not limited to recommendations on the following:

19 (A) Approaches for implementing the transition to a statewide pool,
20 including administrative and statutory changes necessary to ensure a
21 successful transition, and whether the pool should be separate from, or
22 combined with, the public employees' benefits pool;

23 (B) The structure of a permanent governing group to provide ongoing
24 oversight to the consolidated pool, in a manner similar to the public
25 employees benefits board functions for employee health benefits,
26 including statutory duties and authorities of the board; and

27 (C) Options for including potential changes to: Eligibility
28 standardization, the public employees benefits risk pools, the movement
29 of school employee retirees into the new K-12 pool or pools, and the
30 movement of educational service district employees into the new K-12
31 pool or pools.

32 (d) In determining its costs and benefits of a new statewide K-12
33 employees' health benefits pool for school districts and school
34 employees, the health care authority shall assume the following:

35 (i) School district enrollees must constitute an entire bargaining
36 unit, or an entire group of nonrepresented employees;

37 (ii) Staffing and administration for benefits purchasing shall be
38 provided by the health care authority; and

1 (iii) The new K-12 pool would operate on a schedule that
2 coordinates with the financing and enrollment schedule used for school
3 districts.

4 (e) The office of the superintendent of public instruction and the
5 office of the insurance commissioner shall provide information and
6 technical assistance to the health care authority as requested by the
7 health care authority. The health care authority shall not implement
8 the new school employee benefits pool until authorized to do so by the
9 legislature.

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

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

33 (7) \$23,700,000 of the general fund--federal appropriation is
34 provided solely for planning and implementation of a health benefit
35 exchange under the federal patient protection and affordable care act.
36 Within the amounts provided in this subsection, funds used by the
37 authority for information technology projects are conditioned on the

1 authority satisfying the requirements of Engrossed Second Substitute
2 Senate Bill No. 5931 (central service agencies).

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

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

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

17 (11) When a person is ineligible for medicaid solely by reason of
18 residence in an institution for mental diseases, the health care
19 authority shall provide the person with the same benefits as he or she
20 would receive if eligible for medicaid, using state-only funds to the
21 extent necessary.

22 (12) \$4,261,000 of the general fund--state appropriation for fiscal
23 year 2012, \$4,261,000 of the general fund--state appropriation for
24 fiscal year 2013, and \$8,522,000 of the general fund--federal
25 appropriation are provided solely for low-income disproportionate share
26 hospital payments (~~(under RCW 74.09.730(1)(a))~~).

27 (13) \$6,000,000 of the general fund--federal appropriation is
28 provided solely for supplemental payments to nursing homes operated by
29 public hospital districts. The public hospital district shall be
30 responsible for providing the required nonfederal match for the
31 supplemental payment, and the payments shall not exceed the maximum
32 allowable under federal rules. It is the legislature's intent that the
33 payments shall be supplemental to and shall not in any way offset or
34 reduce the payments calculated and provided in accordance with part E
35 of chapter 74.46 RCW. It is the legislature's further intent that
36 costs otherwise allowable for rate-setting and settlement against
37 payments under chapter 74.46 RCW shall not be disallowed solely because
38 such costs have been paid by revenues retained by the nursing home from

1 these supplemental payments. The supplemental payments are subject to
2 retrospective interim and final cost settlements based on the nursing
3 homes' as-filed and final medicare cost reports. The timing of the
4 interim and final cost settlements shall be at the health care
5 authority's discretion. During either the interim cost settlement or
6 the final cost settlement, the health care authority shall recoup from
7 the public hospital districts the supplemental payments that exceed the
8 medicaid cost limit and/or the medicare upper payment limit. The
9 health care authority shall apply federal rules for identifying the
10 eligible incurred medicaid costs and the medicare upper payment limit.

11 (14) The health care authority shall continue the inpatient
12 hospital certified public expenditures program for the 2011-2013 fiscal
13 biennium. The program shall apply to all public hospitals, including
14 those owned or operated by the state, except those classified as
15 critical access hospitals or state psychiatric institutions. The
16 health care authority shall submit reports to the governor and
17 legislature by November 1, 2011, and by November 1, 2012, that evaluate
18 whether savings continue to exceed costs for this program. If the
19 certified public expenditures (CPE) program in its current form is no
20 longer cost-effective to maintain, the health care authority shall
21 submit a report to the governor and legislature detailing
22 cost-effective alternative uses of local, state, and federal resources
23 as a replacement for this program. During fiscal year 2012 and fiscal
24 year 2013, hospitals in the program shall be paid and shall retain one
25 hundred percent of the federal portion of the allowable hospital cost
26 for each medicaid inpatient fee-for-service claim payable by medical
27 assistance and one hundred percent of the federal portion of the
28 maximum disproportionate share hospital payment allowable under federal
29 regulations. Inpatient medicaid payments shall be established using an
30 allowable methodology that approximates the cost of claims submitted by
31 the hospitals. Payments made to each hospital in the program in each
32 fiscal year of the biennium shall be compared to a baseline amount.
33 The baseline amount will be determined by the total of (a) the
34 inpatient claim payment amounts that would have been paid during the
35 fiscal year had the hospital not been in the CPE program based on the
36 reimbursement rates developed, implemented, and consistent with
37 policies approved in the 2011-13 biennial operating appropriations act
38 and in effect on July 1, 2011, (b) one half of the indigent assistance

1 disproportionate share hospital payment amounts paid to and retained by
2 each hospital during fiscal year 2005, and (c) all of the other
3 disproportionate share hospital payment amounts paid to and retained by
4 each hospital during fiscal year 2005 to the extent the same
5 disproportionate share hospital programs exist in the 2011-13 biennium.
6 If payments during the fiscal year exceed the hospital's baseline
7 amount, no additional payments will be made to the hospital except the
8 federal portion of allowable disproportionate share hospital payments
9 for which the hospital can certify allowable match. If payments during
10 the fiscal year are less than the baseline amount, the hospital will be
11 paid a state grant equal to the difference between payments during the
12 fiscal year and the applicable baseline amount. Payment of the state
13 grant shall be made in the applicable fiscal year and distributed in
14 monthly payments. The grants will be recalculated and redistributed as
15 the baseline is updated during the fiscal year. The grant payments are
16 subject to an interim settlement within eleven months after the end of
17 the fiscal year. A final settlement shall be performed. To the extent
18 that either settlement determines that a hospital has received funds in
19 excess of what it would have received as described in this subsection,
20 the hospital must repay the excess amounts to the state when requested.
21 \$8,102,000 of the general fund--state appropriation for fiscal year
22 2012, of which \$6,570,000 is appropriated in section 204(1) of this
23 act, and (~~(\$3,162,000)~~) \$10,722,000 of the general fund--state
24 appropriation for fiscal year 2013, of which \$6,570,000 is appropriated
25 in section 204(1) of this act, are provided solely for state grants for
26 the participating hospitals. CPE hospitals will receive the inpatient
27 and outpatient reimbursement rate restorations in RCW 74.60.080 and
28 rate increases in RCW 74.60.090 funded through the hospital safety net
29 assessment fund rather than through the baseline mechanism specified in
30 this subsection.

31 (15) The health care authority shall seek public-private
32 partnerships and federal funds that are or may become available to
33 provide on-going support for outreach and education efforts under the
34 federal children's health insurance program reauthorization act of
35 2009.

36 (16) The health care authority shall target funding for maternity
37 support services towards pregnant women with factors that lead to
38 higher rates of poor birth outcomes, including hypertension, a preterm

1 or low birth weight birth in the most recent previous birth, a
2 cognitive deficit or developmental disability, substance abuse, severe
3 mental illness, unhealthy weight or failure to gain weight, tobacco
4 use, or African American or Native American race. The health care
5 authority shall prioritize evidence-based practices for delivery of
6 maternity support services. To the extent practicable, the health care
7 authority shall develop a mechanism to increase federal funding for
8 maternity support services by leveraging local public funding for those
9 services.

10 ~~(17) ((For children with family incomes above 200 percent of the~~
11 ~~federal poverty level in the state funded children's health program for~~
12 ~~children who are not eligible for coverage under the federally funded~~
13 ~~children's health insurance program, premiums shall be set every two~~
14 ~~years in an amount equal to the average state only share of the per~~
15 ~~capita cost of coverage in the state funded children's health program~~
16 ~~for children in families with incomes at or less than two hundred~~
17 ~~percent of the federal poverty level.~~

18 ~~(18))~~ Within the amounts appropriated in this section, the health
19 care authority shall provide disproportionate share hospital payments
20 to hospitals that provide services to children in the children's health
21 program who are not eligible for services under Title XIX or XXI of the
22 federal social security act due to their citizenship status.

23 ~~((19))~~ (18) \$859,000 of the general fund--state appropriation for
24 fiscal year 2012, \$979,000 of the general fund--state appropriation for
25 fiscal year 2013, and \$1,841,000 of the general fund--federal
26 appropriation are provided solely to increase prior authorization
27 activities for advanced imaging procedures.

28 ~~((20))~~ (19) \$196,000 of the general fund--state appropriation for
29 fiscal year 2012, \$246,000 of the general fund--state appropriation for
30 fiscal year 2013, and \$442,000 of the general fund--federal
31 appropriation are provided solely to increase prior authorization
32 activities for surgical procedures, which may include orthopedic
33 procedures, spinal procedures and interventions, and nerve procedures.

34 ~~((21))~~ (20) \$300,000 of the general fund--private/local
35 appropriation and \$300,000 of the general fund--federal appropriation
36 are provided solely for a prescriptive practices improvement
37 collaborative focusing upon atypical antipsychotics and other
38 medications commonly used in the treatment of severe and persistent

1 mental illnesses among adults. The project shall promote collaboration
2 among community mental health centers, other major prescribers of
3 atypical antipsychotic medications to adults enrolled in state medical
4 assistance programs, and psychiatrists, pharmacists, and other
5 specialists at the University of Washington department of psychiatry
6 and/or other research universities. The collaboration shall include
7 patient-specific prescriber consultations by psychiatrists and
8 pharmacists specializing in treatment of severe and persistent mental
9 illnesses among adults; production of profiles to assist prescribers
10 and clinics in tracking their prescriptive practices and their
11 patients' medication use and adherence relative to evidence-based
12 practices guidelines, other prescribers, and patients at other clinics;
13 and in-service seminars at which participants can share and increase
14 their knowledge of evidence-based and other effective prescriptive
15 practices. The health care authority shall enter into an interagency
16 agreement with the office of the attorney general for expenditure of
17 \$300,000 of the state's proceeds of the *cy pres* settlement in *State of*
18 *Washington v. AstraZeneca* (Seroquel) for this purpose.

19 ~~((+22))~~ (21) \$570,000 of the general fund--private/local
20 appropriation is provided solely for continued operation of the
21 partnership access line for child mental health consultations. The
22 health care authority shall enter into an interagency agreement with
23 the office of the attorney general for expenditure of \$570,000 of the
24 state's proceeds of the *cy pres* settlement in *State of Washington v.*
25 *AstraZeneca* (Seroquel) for this purpose.

26 ~~((+23))~~ (22) \$80,000 of the general fund--state appropriation for
27 fiscal year 2012, \$80,000 of the general fund--state appropriation for
28 fiscal year 2013, and \$160,000 of the general fund--federal
29 appropriation are provided solely to fund the Tacoma-Pierce county
30 health department for access and outreach activities to reduce infant
31 mortality.

32 ~~((+24))~~ (23) \$75,000 of the general fund--state appropriation for
33 fiscal year 2012, \$75,000 of the general fund--state appropriation for
34 fiscal year 2013, and \$150,000 of the general fund--federal
35 appropriation are provided solely to assist with development and
36 implementation of evidence-based strategies regarding the appropriate,
37 safe, and effective role of C-section surgeries and early induced labor
38 in births and neonatal care. The strategies shall be identified and

1 implemented in consultation with clinical research specialists,
2 physicians, hospitals, advanced registered nurse practitioners, and
3 organizations concerned with maternal and child health.

4 ~~((+25+))~~ (24) Within the amounts appropriated in this section, the
5 health care authority shall continue to provide school-based medical
6 services by means of an intergovernmental transfer arrangement. Under
7 the arrangement, the state shall provide forty percent and school
8 districts sixty percent of the nonfederal matching funds required for
9 receipt of federal medicaid funding for the service.

10 ~~((+26+))~~ (25) \$263,000 of the general fund--state appropriation for
11 fiscal year 2012, \$88,000 of the general fund--state appropriation for
12 fiscal year 2013, and \$351,000 of the general fund--federal
13 appropriation are provided solely for development and submission to the
14 federal government by October 1, 2011, of a demonstration project
15 proposal as provided in Substitute Senate Bill No. 5596 (medicaid
16 demonstration waiver).

17 ~~((+27+))~~ (26) Within the amounts appropriated in this section, the
18 health care authority shall provide spoken-language interpreter
19 services. The authority shall develop and implement a new model for
20 delivery of such services no later than July 1, 2012. The model shall
21 include:

22 (a) Development by the authority in consultation with subject-area
23 experts of guidelines to assist medical practitioners identify the
24 circumstances under which it is appropriate to use telephonic or video-
25 remote interpreting;

26 (b) The requirement that the state contract with delivery
27 organizations, including foreign language agencies, who employ or
28 subcontract only with language access providers or interpreters working
29 in the state who are certified or authorized by the state. When a
30 state-certified or state-authorized in-state language access provider
31 or interpreter is not available, the delivery organization, including
32 foreign language agencies, may use a provider with other certifications
33 or qualifications deemed to meet state standards, including
34 interpreters in other states; and

35 (c) Provision of a secure, web-based tool that medical
36 practitioners will use to schedule appointments for interpreter
37 services and to identify the most appropriate, cost-effective method of
38 service delivery in accordance with the state guidelines.

1 Nothing in this subsection affects the ability of health care
2 providers to provide interpretive services through employed staff or
3 through telephone and video remote technologies when not reimbursed
4 directly by the department. The amounts in this subsection do not
5 include federal administrative funds provided to match nonstate
6 expenditures by local health jurisdictions and governmental hospitals.

7 ~~((+28+))~~ (27) In its procurement of contractors for delivery of
8 medical managed care services for nondisabled, nonelderly persons, the
9 medical assistance program shall (a) place substantial emphasis upon
10 price competition in the selection of successful bidders; and (b) not
11 require delivery of any services that would increase the actuarial cost
12 of service beyond the levels included in current healthy options
13 contracts.

14 ~~((+29+))~~ (28) \$1,430,000 of the general fund--state appropriation
15 for fiscal year 2012, \$1,430,000 of the general fund--state
16 appropriation for fiscal year 2013, and \$2,860,000 of the general
17 fund--federal appropriation are provided solely to pay
18 federally-designated rural health clinics their standard encounter rate
19 for prenatal and well-child visits, whether delivered under a managed
20 care contract or fee-for-service. In reconciling managed care
21 enhancement payments for calendar years 2009 and 2010, the department
22 shall treat well-child and prenatal care visits as encounters subject
23 to the clinic's encounter rate.

24 ~~((+30+))~~ (29) \$280,000 of the general fund--state appropriation for
25 fiscal year 2012 and \$282,000 of the general fund--federal
26 appropriation are provided solely to increase utilization management of
27 drugs and drug classes for which there is evidence of over-utilization,
28 off-label use, excessive dosing, duplicative therapy, or opportunities
29 to shift utilization to less expensive, equally effective formulations.

30 ~~((+31+))~~ (30) \$70,000 of the general fund--state appropriation for
31 fiscal year 2012, \$70,000 of the general fund--state appropriation for
32 fiscal year 2013, and \$140,000 of the general fund--federal
33 appropriation are provided solely to continue operation by a nonprofit
34 organization of a toll-free hotline that assists families to learn
35 about and enroll in the apple health for kids program.

36 ~~((+32+))~~ (31) \$400,000 of the general fund--state appropriation for
37 fiscal year 2012 and \$400,000 of the general fund--state appropriation
38 for fiscal year 2013 is provided solely for the local outreach, case

1 management, and coordination with dental providers needed to execute
2 the access to baby and child dentistry program, which provides dental
3 care to Medicaid eligible children up to age six.

4 ~~((+33+))~~ (32) Within the amounts appropriated in this section, the
5 health care authority shall continue to provide dental services to
6 pregnant women. Services shall include preventive, routine, and
7 emergent dental care.

8 ~~((+34+))~~ (33) \$395,000 of the general fund--state appropriation for
9 fiscal year 2012, \$395,000 of the general fund--state appropriation for
10 fiscal year 2013, and \$790,000 of the general fund--federal
11 appropriation are provided solely for continued operation of the
12 dental education in care of persons with disabilities (DECOD) program
13 at the University of Washington.

14 ~~((+35+))~~ (34) \$159,000 of the general fund--state appropriation for
15 fiscal year 2012, \$302,000 of the general fund--private/local
16 appropriation, and \$146,072,000 of the general fund--federal
17 appropriation are provided solely for the provider incentive program
18 and other initiatives related to the health information technology
19 Medicaid plan. The general fund--private/local appropriation in this
20 subsection shall be funded with proceeds from settlements in the case
21 of *State of Washington vs. GlaxoSmithKline*. The authority and the
22 office of the attorney general shall enter an interagency agreement
23 regarding use of these funds.

24 ~~((+36+))~~ (35) \$2,926,000 of the general fund--local appropriation
25 and \$2,928,000 of the general fund--federal appropriation are provided
26 solely to support medical airlift services.

27 ~~((+37+))~~ (36) The authority shall collect data on enrollment and
28 utilization to study whether the expansion of family planning coverage
29 under Substitute Senate Bill No. 5912 is reducing state medical
30 expenditures by reducing unwanted pregnancies. The authority shall
31 report its findings to the legislature by December 1, 2012.

32 ~~((+38+))~~ (37) \$480,000 of the general fund--state appropriation for
33 fiscal year 2012, \$480,000 of the general fund--state appropriation for
34 fiscal year 2013, and \$824,000 of the general fund--federal
35 appropriation are provided solely for customer services staff. The
36 authority will attempt to improve the phone answer rate to 40 percent
37 and reduce the response times to written questions to ten days for
38 clients and 25 days for providers. The authority will report to the

1 legislature on its progress toward achieving these goals by January 1,
2 2012. If the authority has not achieved these goals by July 1, 2012,
3 then the authority shall reduce expenditures on management staff in
4 order to increase expenditures on customer service staff until the
5 goals are achieved.

6 ~~((+39+))~~ (38) The department shall purchase a brand name drug when
7 it determines that the cost of the brand name drug after rebates is
8 less than the cost of generic alternatives and that purchase of the
9 brand rather than generic version can save at least \$250,000. The
10 department may purchase generic alternatives when changes in market
11 prices make the price of the brand name drug after rebates more
12 expensive than the generic alternatives.

13 ~~((+41+))~~ (39) \$150,000 of the general fund--state appropriation for
14 fiscal year 2012 and \$1,964,000 of the general fund--state
15 appropriation for fiscal year 2013 are provided solely to implement
16 Engrossed Second Substitute House Bill No. 2319 (affordable care act).
17 If the bill is not enacted by June 30, 2012, the amounts provided in
18 this subsection shall lapse.

19 ~~((+42+))~~ (40) \$1,109,000 of the general fund--state appropriation
20 for fiscal year 2012, \$1,471,000 of the general fund--state
21 appropriation for fiscal year 2013, and \$21,890,000 of the general
22 fund--federal appropriation are provided solely to implement phase two
23 of the project to create a single provider payment system that
24 consolidates medicaid medical and social services payments and replaces
25 the social service payment system.

26 ~~((+43+))~~ (41) In order to achieve the twelve percent reduction in
27 emergency room expenditures in the fiscal year 2013 appropriations
28 provided in this section, the authority, in consultation with the
29 Washington state hospital association, the Washington state medical
30 association, and the Washington chapter of the American college of
31 emergency physicians shall designate best practices and performance
32 measures to reduce medically unnecessary emergency room visits of
33 medicaid clients. The Washington state hospital association, the
34 Washington state medical association, and the Washington chapter of the
35 American college of emergency physicians will work with the authority
36 to promote these best practices. The best practices and performance
37 measures shall consist of the following items:

1 (a) Adoption of a system to exchange patient information among
2 emergency room departments on a regional or statewide basis;

3 (b) Active dissemination of patient educational materials produced
4 by the Washington state hospital association, Washington state medical
5 association, and the Washington chapter of the American college of
6 emergency physicians that instruct patients on appropriate facilities
7 for nonemergent health care needs;

8 (c) Designation of hospital personnel and emergency room physician
9 personnel to receive and appropriately disseminate information on
10 clients participating in the medicaid patient review and coordination
11 program and to review monthly utilization reports on those clients
12 provided by the authority;

13 (d) A process to assist the authority's patient review and
14 coordination program clients with their care plans. The process must
15 include substantial efforts by hospitals to schedule an appointment
16 with the client's assigned primary care provider within seventy-two
17 hours of the client's medically unnecessary emergency room visit when
18 appropriate under the client's care plan;

19 (e) Implementation of narcotic guidelines that incorporate the
20 Washington chapter of the American college of emergency physician
21 guidelines;

22 (f) Physician enrollment in the state's prescription monitoring
23 program, as long as the program is funded; and

24 (g) Designation of a hospital emergency department physician
25 responsible for reviewing the state's medicaid utilization management
26 feedback reports, which will include defined performance measures. The
27 emergency department physician and hospital will have a process to take
28 appropriate action in response to the information in the feedback
29 reports if performance measures are not met. The authority must
30 develop feedback reports that include timely emergency room utilization
31 data such as visit rates, medically unnecessary visit rates (by
32 hospital and by client), emergency department imaging utilization
33 rates, and other measures as needed. The authority may utilize the
34 Robert Bree collaborative for assistance related to this best practice.

35 The requirements for best practices for a critical access hospital
36 should not include adoption of a system to exchange patient information
37 if doing so would pose a financial burden, and should not include

1 requirements related to the authority's patient review and coordination
2 program if the volume of those patients seen at the critical access
3 hospital are small.

4 Hospitals participating in this medicaid best practices program
5 shall submit to the authority a declaration from executive level
6 leadership indicating hospital adoption of and compliance with the best
7 practices enumerated above. In the declaration, hospitals will affirm
8 that they have in place written policies, procedures, or guidelines to
9 implement these best practices and are willing to share them upon
10 request. The declaration must also give consent for the authority to
11 disclose feedback reports and performance measures on its web site.
12 The authority shall submit a list of declaring hospitals to the
13 relevant policy and fiscal committees of the legislature by July 15,
14 2012.

15 If the authority does not receive by July 1, 2012, declarations
16 from hospitals representing at least seventy-five percent of emergency
17 room visits by medicaid clients in fiscal year 2010, the authority may
18 implement a policy of nonpayment of medically unnecessary emergency
19 room visits, with appropriate client and clinical safeguards such as
20 exemptions and expedited prior authorization. The authority shall by
21 January 15, 2013, perform a preliminary fiscal analysis of trends in
22 implementing the best practices in this subsection, focusing on outlier
23 hospitals with high rates of unnecessary visits by medicaid clients,
24 high emergency room visit rates for patient review and coordination
25 clients, low rates of completion of treatment plans for patient review
26 and coordination clients assigned to the hospital, and high rates of
27 prescribed long-acting opiates. In cooperation with the leadership of
28 the hospital, medical, and emergency physician associations, additional
29 efforts shall be focused on assisting those outlier hospitals and
30 providers to achieve more substantial savings. The authority by
31 January 15, 2013, will report to the legislature about whether assumed
32 savings based on preliminary trend and forecasted data are on target
33 and if additional best practices or other actions need to be
34 implemented.

35 If necessary, pursuant to RCW 34.05.350(1)(c), the authority may
36 employ emergency rulemaking to achieve the reductions assumed in the
37 appropriations under this section.

1 Nothing in this subsection shall in any way impact the authority's
2 ability to adopt and implement policies pertaining to the patient
3 review and coordination program.

4 ~~((+46+))~~ (42) The ~~((department))~~ authority shall seek a medicaid
5 state plan amendment to create a ~~((graduate medical education))~~
6 professional services supplemental payment managed care program for
7 professional services delivered to managed care recipients by
8 University of Washington medicine and other public professional
9 providers. This program shall be effective as soon as administratively
10 possible and shall operate concurrently with the existing professional
11 services supplemental payment program. ~~((Providers that participate in
12 the graduate medical education supplemental payment program are not
13 eligible to participate in the professional services supplemental
14 payment program.))~~ The ~~((department))~~ authority shall apply federal
15 rules for identifying the difference between ~~((current physician
16 encounter))~~ average commercial rates and fee-for-service medicaid
17 payments ~~((to participating providers and the applicable federal upper
18 payment limit))~~. This difference will be multiplied by the number of
19 managed care encounters and incorporated into the managed care plan
20 capitation rates by a certified actuary. The managed care plans will
21 pay the providers the difference attributable to the increased
22 capitation rate. Participating providers shall be solely responsible
23 for providing the local funds required to obtain federal matching
24 funds. Any incremental costs incurred by the ~~((department))~~ authority
25 in the development, implementation, and maintenance of this program
26 shall be the responsibility of the participating providers.
27 Participating providers shall retain the full amount of supplemental
28 payments provided under this program, net of any costs related to the
29 program that are disallowed due to audits or litigation against the
30 state.

31 ~~((+47+))~~ (43) The authority shall exclude antiretroviral drugs used
32 to treat HIV/AIDS, anticancer medication that is used to kill or slow
33 the growth of cancerous cells, antihemophilic drugs, insulin and other
34 drugs to lower blood glucose, and immunosuppressive drugs from any
35 formulary limitations implemented to operate within the appropriations
36 provided in this section.

37 ~~((+48+))~~ (44) If Engrossed Substitute Senate Bill No. 5978
38 (medicaid fraud) is not enacted by June 30, 2012, the amounts

1 appropriated in this section from the medicaid fraud penalty account--
2 state appropriation shall lapse and an additional \$3,608,000 shall be
3 appropriated from the general fund--state for fiscal year 2013 for
4 medicaid services, fraud detection and prevention activities, recovery
5 of improper payments, and for other medicaid fraud enforcement
6 activities.

7 ~~((+50+))~~ (45) Within the amounts appropriated in this section, the
8 health care authority and the department of social and health services
9 shall implement the state option to provide health homes for enrollees
10 with chronic conditions under section 2703 of the federal affordable
11 care act. The total state match for enrollees who are dually-eligible
12 for both medicare and medicaid and not enrolled in managed care shall
13 be no more than the net savings to the state from the enhanced match
14 rate for its medicaid-only managed care enrollees under section 2703.

15 ~~((+51+))~~ (46) The health care authority shall not initiate any
16 services that require expenditure of state general fund moneys unless
17 expressly authorized in this act or other law. The health care
18 authority may seek, receive, and spend, under RCW 43.79.260 through
19 43.79.282, federal moneys not anticipated in this act as long as the
20 federal funding does not require expenditure of state moneys for the
21 program in excess of amounts anticipated in this act. If the health
22 care authority receives unanticipated unrestricted federal moneys,
23 those moneys shall be spent for services authorized in this act or in
24 any other legislation providing appropriation authority, and an equal
25 amount of appropriated state general fund moneys shall lapse. Upon the
26 lapsing of any moneys under this subsection, the office of financial
27 management shall notify the legislative fiscal committees. As used in
28 this subsection, "unrestricted federal moneys" includes block grants
29 and other funds that federal law does not require to be spent on
30 specifically defined projects or matched on a formula basis by state
31 funds.

32 ~~((+52+))~~ (47) \$66,000 of the general fund--state appropriation for
33 fiscal year 2013 and \$66,000 of the general fund--federal appropriation
34 are provided solely to implement Engrossed Second Substitute House Bill
35 No. 2536 (children services/delivery). The department of social and
36 health services' programs responsible for administration of mental
37 health, child welfare, and juvenile justice programs will coordinate
38 with the health care authority on the development of contract terms

1 which facilitate efforts to meet requirements of the bill. If the bill
2 is not enacted by June 30, 2012, the amounts provided in this
3 subsection shall lapse.

4 ~~((+53+))~~ (48) The health care authority shall participate in the
5 work group established by the department of corrections in section
6 220(2) of this act to review release options for elderly and infirm
7 offenders.

8 (49) \$208,000 of the general fund--state appropriation for fiscal
9 year 2013 and \$728,000 of the general fund--federal appropriation are
10 provided solely for the rebasing of outpatient and inpatient payment
11 methods.

12 **Sec. 1214.** 2012 2nd sp.s. c 7 s 216 (uncodified) is amended to
13 read as follows:

14 **FOR THE CRIMINAL JUSTICE TRAINING COMMISSION**

15	General Fund--State Appropriation (FY 2012)	\$14,589,000
16	General Fund--State Appropriation (FY 2013)	((\$14,147,000))
17		<u>\$14,549,000</u>
18	General Fund--Federal Appropriation	\$456,000
19	General Fund--Private/Local Appropriation	((\$4,048,000))
20		<u>\$3,895,000</u>
21	Death Investigations Account--State Appropriation	\$148,000
22	Municipal Criminal Justice Assistance Account--	
23	State Appropriation	\$460,000
24	Washington Auto Theft Prevention Authority Account--	
25	State Appropriation	\$8,597,000
26	TOTAL APPROPRIATION	((\$42,445,000))
27		<u>\$42,694,000</u>

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

30 (1) \$5,000,000 of the general fund--state appropriation for fiscal
31 year 2012 and \$5,000,000 of the general fund--state appropriation for
32 fiscal year 2013, are provided to the Washington association of
33 sheriffs and police chiefs solely to verify the address and residency
34 of registered sex offenders and kidnapping offenders under RCW
35 9A.44.130.

36 (2) \$321,000 of the general fund--local appropriation is provided
37 solely to purchase ammunition for the basic law enforcement academy.

1 Jurisdictions shall reimburse to the criminal justice training
2 commission the costs of ammunition, based on the average cost of
3 ammunition per cadet, for cadets that they enroll in the basic law
4 enforcement academy.

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

7 (4) \$100,000 of the general fund--state appropriation for fiscal
8 year 2012 and \$100,000 of the general fund--state appropriation for
9 fiscal year 2013 are provided solely for a school safety program. The
10 commission, in collaboration with the school safety center advisory
11 committee, shall provide the school safety training for all school
12 administrators and school safety personnel hired after the effective
13 date of this section.

14 (5) \$96,000 of the general fund--state appropriation for fiscal
15 year 2012 and \$96,000 of the general fund--state appropriation for
16 fiscal year 2013 are provided solely for the school safety center
17 within the commission. The safety center shall act as an information
18 dissemination and resource center when an incident occurs in a school
19 district in Washington or in another state, coordinate activities
20 relating to school safety, and review and approve manuals and curricula
21 used for school safety models and training. Through an interagency
22 agreement, the commission shall provide funding for the office of the
23 superintendent of public instruction to continue to develop and
24 maintain a school safety information web site. The school safety
25 center advisory committee shall develop and revise the training
26 program, using the best practices in school safety, for all school
27 safety personnel. The commission shall provide research-related
28 programs in school safety and security issues beneficial to both law
29 enforcement and schools.

30 (6) \$1,000,000 of the general fund--state appropriation for fiscal
31 year 2012 and \$1,000,000 of the general fund--state appropriation for
32 fiscal year 2013 are provided solely for grants to counties enforcing
33 illegal drug laws and which have been underserved by federally funded
34 state narcotics task forces. The Washington association of sheriffs
35 and police chiefs, the Washington association of prosecuting attorneys,
36 and the Washington association of county officials shall jointly
37 develop funding allocations for the offices of the county sheriff,

1 county prosecutor, and county clerk in qualifying counties. The
2 commission shall not impose an administrative cost on this program.

3 **Sec. 1215.** 2012 2nd sp.s. c 7 s 218 (uncodified) is amended to
4 read as follows:

5 **FOR THE DEPARTMENT OF VETERANS AFFAIRS**

6 (1) HEADQUARTERS

7 General Fund--State Appropriation (FY 2012) \$1,829,000
8 General Fund--State Appropriation (FY 2013) \$1,801,000
9 Charitable, Educational, Penal, and Reformatory
10 Institutions Account--State Appropriation \$10,000
11 TOTAL APPROPRIATION \$3,640,000

12 (2) FIELD SERVICES

13 General Fund--State Appropriation (FY 2012) \$5,002,000
14 General Fund--State Appropriation (FY 2013) \$4,964,000
15 General Fund--Federal Appropriation \$3,348,000
16 General Fund--Private/Local Appropriation (~~(\$4,722,000)~~)
17 \$5,172,000
18 Veterans Innovations Program Account--State
19 Appropriation \$810,000
20 Veteran Estate Management Account--Private/Local
21 Appropriation \$1,079,000
22 TOTAL APPROPRIATION (~~(\$19,925,000)~~)
23 \$20,375,000

24 The appropriations in this subsection are subject to the following
25 conditions and limitations: \$821,000 of the veterans innovations
26 program account--state appropriation is provided solely for the
27 department to continue support for returning combat veterans through
28 the veterans innovation program, including emergency financial
29 assistance through the defenders' fund and long-term financial
30 assistance through the competitive grant program.

31 (3) INSTITUTIONAL SERVICES

32 General Fund--State Appropriation (FY 2012) \$1,743,000
33 General Fund--Federal Appropriation (~~(\$61,437,000)~~)
34 \$60,019,000
35 General Fund--Private/Local Appropriation (~~(\$29,506,000)~~)

1 \$30,569,000
 2 TOTAL APPROPRIATION (~~(\$92,686,000)~~)
 3 \$92,331,000

4 **Sec. 1216.** 2012 2nd sp.s. c 7 s 219 (uncodified) is amended to
 5 read as follows:

6 **FOR THE DEPARTMENT OF HEALTH**

7 General Fund--State Appropriation (FY 2012) \$79,404,000
 8 General Fund--State Appropriation (FY 2013) (~~(\$78,114,000)~~)
 9 \$77,589,000
 10 General Fund--Federal Appropriation (~~(\$553,078,000)~~)
 11 \$573,078,000
 12 General Fund--Private/Local Appropriation (~~(\$148,055,000)~~)
 13 \$144,055,000
 14 Hospital Data Collection Account--State Appropriation \$214,000
 15 Health Professions Account--State Appropriation \$99,085,000
 16 Aquatic Lands Enhancement Account--State Appropriation \$604,000
 17 Emergency Medical Services and Trauma Care Systems
 18 Trust Account--State Appropriation (~~(\$12,300,000)~~)
 19 \$10,523,000
 20 Safe Drinking Water Account--State Appropriation \$4,464,000
 21 Drinking Water Assistance Account--Federal
 22 Appropriation \$21,965,000
 23 Waterworks Operator Certification--State
 24 Appropriation \$1,528,000
 25 Drinking Water Assistance Administrative Account--
 26 State Appropriation \$326,000
 27 Site Closure Account--State Appropriation \$79,000
 28 Biotoxin Account--State Appropriation (~~(\$1,167,000)~~)
 29 \$1,231,000
 30 State Toxics Control Account--State Appropriation \$3,628,000
 31 Medical Test Site Licensure Account--State
 32 Appropriation \$2,311,000
 33 Youth Tobacco Prevention Account--State
 34 Appropriation (~~(\$1,512,000)~~)
 35 \$1,348,000
 36 Community and Economic Development Fee Account--State
 37 Appropriation \$298,000

1	Public Health Supplemental Account--Private/Local	
2	Appropriation	\$3,598,000
3	Accident Account--State Appropriation	\$295,000
4	Medical Aid Account--State Appropriation	\$50,000
5	Tobacco Prevention and Control Account--State	
6	Appropriation	\$1,729,000
7	TOTAL APPROPRIATION	((\$1,013,804,000))
8		<u>\$1,027,402,000</u>

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

11 (1) The department of health shall not initiate any services that
12 will require expenditure of state general fund moneys unless expressly
13 authorized in this act or other law. The department of health and the
14 state board of health shall not implement any new or amended rules
15 pertaining to primary and secondary school facilities until the rules
16 and a final cost estimate have been presented to the legislature, and
17 the legislature has formally funded implementation of the rules through
18 the omnibus appropriations act or by statute. The department may seek,
19 receive, and spend, under RCW 43.79.260 through 43.79.282, federal
20 moneys not anticipated in this act as long as the federal funding does
21 not require expenditure of state moneys for the program in excess of
22 amounts anticipated in this act. If the department receives
23 unanticipated unrestricted federal moneys, those moneys shall be spent
24 for services authorized in this act or in any other legislation that
25 provides appropriation authority, and an equal amount of appropriated
26 state moneys shall lapse. Upon the lapsing of any moneys under this
27 subsection, the office of financial management shall notify the
28 legislative fiscal committees. As used in this subsection,
29 "unrestricted federal moneys" includes block grants and other funds
30 that federal law does not require to be spent on specifically defined
31 projects or matched on a formula basis by state funds.

32 (2) In accordance with RCW 43.70.250 and 43.135.055, the department
33 is authorized to establish and raise fees in fiscal year 2012 as
34 necessary to meet the actual costs of conducting business and the
35 appropriation levels in this section. This authorization applies to
36 fees required for: The review of health care facility construction;
37 review of health facility requests for certificate of need; the
38 regulation and inspection of farm worker housing, hospital licensing,

1 in-home health service agencies, and producers of radioactive waste;
2 the regulation and inspection of shellfish sanitary control, surgical
3 facility licensing, and; fees associated with the following
4 professions: Dieticians and nutritionists, occupational therapists,
5 pharmacy, veterinarian, orthotics and prosthetics, surgical
6 technicians, nursing home administrators, health care assistants,
7 hearing and speech, psychology, hypnotherapy, chiropractic, social
8 workers, physicians, and physician assistants.

9 (3) Pursuant to RCW 18.130.250, the department is authorized to
10 establish a lower cost fee category for retired licensed practical
11 nurses and registered nurses.

12 (4) In accordance with RCW 43.135.055, the department is authorized
13 to adopt fees set forth in and previously authorized in chapter 92,
14 Laws of 2010.

15 (5) \$1,969,000 of the health professions account--state
16 appropriation is provided solely to implement online licensing for
17 health care providers. The department must submit a detailed
18 investment plan for this project to the office of financial management.
19 The office of financial management must review and approve this plan
20 before funding may be expended. The department of health must
21 successfully implement online application and renewal for at least one
22 profession as a pilot project before pursuing additional professions.
23 The department must report to the office of financial management on the
24 outcome of the pilot project.

25 (6) \$16,000 of the health professions account--state appropriation
26 is provided solely for the implementation of House Bill No. 1181 (board
27 of naturopathy). If the bill is not enacted by June 30, 2011, the
28 amount provided in this subsection shall lapse.

29 (7) \$21,000 of the health professions account--state appropriation
30 is provided solely for the implementation of Substitute House Bill No.
31 1304 (health care assistants). If the bill is not enacted by June 30,
32 2011, the amount provided in this subsection shall lapse.

33 (8) \$54,000 of the health professions account--state appropriation
34 is provided solely for the implementation of House Bill No. 1353
35 (pharmacy technicians). If the bill is not enacted by June 30, 2011,
36 the amount provided in this subsection shall lapse.

37 (9) \$142,000 of the health professions account--state appropriation

1 is provided solely for the implementation of Engrossed Substitute
2 Senate Bill No. 5020 (social workers). If the bill is not enacted by
3 June 30, 2011, the amount provided in this subsection shall lapse.

4 (10) \$336,000 of the health professions account--state
5 appropriation is provided solely for the implementation of Senate Bill
6 No. 5480 (physicians and physician assistants). If the bill is not
7 enacted by June 30, 2011, the amount provided in this subsection shall
8 lapse.

9 (11) \$46,000 of the health professions account--state appropriation
10 is provided solely for the implementation of Substitute Senate Bill No.
11 5071 (online access for midwives and marriage and family therapists).
12 If the bill is not enacted by June 30, 2011, the amount provided in
13 this subsection shall lapse.

14 (12) \$137,000 of the health professions account--state
15 appropriation is provided solely for implementation of Substitute House
16 Bill No. 1133 (massage practitioner license). If the bill is not
17 enacted by June 30, 2011, the amount provided in this subsection shall
18 lapse.

19 (13) \$85,000 of the general fund--state appropriation for fiscal
20 year 2012 is provided solely for the developmental disabilities council
21 to contract for a family-to-family mentor program to provide
22 information and support to families and guardians of persons who are
23 transitioning out of residential habilitation centers. To the maximum
24 extent allowable under federal law, these funds shall be matched under
25 medicaid through the department of social and health services and
26 federal funds shall be transferred to the department for the purposes
27 stated in this subsection. If Second Substitute Senate Bill No. 5459
28 (people with developmental disabilities) is not enacted by June 30,
29 2011, the amounts provided in this subsection shall lapse.

30 (14) \$57,000 of the general fund--state appropriation for fiscal
31 year 2012 and \$58,000 of the general fund--state appropriation for
32 fiscal year 2013 are provided solely for the midwifery licensure and
33 regulatory program to offset a reduction in revenue from fees. There
34 shall be no change to the current annual fees for new or renewed
35 licenses for the midwifery program, except from online access to HEAL-
36 WA. The department shall convene the midwifery advisory committee on
37 a quarterly basis to address issues related to licensed midwifery.

1 (15) \$118,000 of the general fund--state appropriation for fiscal
2 year 2012 and \$118,000 of the general fund--state appropriation for
3 fiscal year 2013 are provided solely for prevention of youth suicides.

4 (16) \$87,000 of the general fund--state appropriation for fiscal
5 year 2012 and \$87,000 of the general fund--state appropriation for
6 fiscal year 2013 are provided solely for the senior falls prevention
7 program.

8 (17) \$19,000 of the health professions account--state appropriation
9 is provided solely for implementation of Senate Bill No. 6290 (military
10 spouses and partners). If the bill is not enacted by June 30, 2012,
11 the amount provided in this subsection shall lapse.

12 (18) \$102,000 of the health professions account--state
13 appropriation is provided solely for implementation of Engrossed
14 Substitute Senate Bill No. 6237 (career pathway/medical assistants).
15 If the bill is not enacted by June 30, 2012, the amount provided in
16 this subsection shall lapse.

17 (19) \$21,000 of the health professions account--state appropriation
18 is provided solely for implementation of Substitute Senate Bill No.
19 6328 (mental health professionals). If the bill is not enacted by June
20 30, 2012, the amount provided in this subsection shall lapse.

21 (20) \$61,000 of the health professions account--state appropriation
22 is provided solely for implementation of Engrossed Substitute Senate
23 Bill No. 6103 (reflexologists). If the bill is not enacted by June 30,
24 2012, the amount provided in this subsection shall lapse.

25 (21) \$28,000 of the health professions account--state appropriation
26 is provided solely for implementation of Engrossed Second Substitute
27 Senate Bill No. 5620 (dental anesthesia assistants). If the bill is
28 not enacted by June 30, 2012, the amount provided in this subsection
29 shall lapse.

30 (22) Appropriations for fiscal year 2013 include funding for
31 consolidation of the department of ecology's low-level radioactive
32 waste site use permit program in the department of health.

33 (23) During the remainder of the 2011-2013 fiscal biennium, each
34 person subject to RCW 43.70.110(3)(c) is required to pay only one
35 surcharge of up to twenty-five dollars annually for the purposes of RCW
36 43.70.112, regardless of how many professional licenses the person
37 holds.

1 (24) \$15,000 of the health professions account--state appropriation
2 is provided solely to implement Substitute House Bill No. 2056
3 (assisted living facilities). If the bill is not enacted by June 30,
4 2012, the amount provided in this subsection shall lapse.

5 (25) \$11,000 of the health professions account--state appropriation
6 is provided solely to implement Engrossed House Bill No. 2186 (licensed
7 midwives). If the bill is not enacted by June 30, 2012, the amount
8 provided in this subsection shall lapse.

9 (26) \$11,000 of the general fund--state appropriation for fiscal
10 year 2013 is provided solely to implement Engrossed Substitute House
11 Bill No. 2229 (hospital employees). If the bill is not enacted by June
12 30, 2012, the amount provided in this subsection shall lapse.

13 (27) \$48,000 of the health professions account--state appropriation
14 is provided solely to implement Engrossed Substitute House Bill No.
15 2314 (long-term care workers). If the bill is not enacted by June 30,
16 2012, the amount provided in this subsection shall lapse.

17 (28) \$280,000 of the health professions account--state
18 appropriation is provided solely to implement Engrossed Substitute
19 House Bill No. 2366 (suicide assessment and training). If the bill is
20 not enacted by June 30, 2012, the amounts provided in this subsection
21 shall lapse.

22 (29) \$11,000 of the general fund--state appropriation for fiscal
23 year 2013 is provided solely to implement Engrossed Substitute House
24 Bill No. 2582 (health care services billing). If the bill is not
25 enacted by June 30, 2012, the amount provided in this subsection shall
26 lapse.

27 (30) \$22,000 of the general fund--state appropriation for fiscal
28 year 2013 is provided solely to implement Substitute Senate Bill No.
29 6105 (prescription monitoring program). If the bill is not enacted by
30 June 30, 2012, the amount provided in this subsection shall lapse.

31 (31) \$30,000 of the health professions account--state appropriation
32 is provided solely for implementation of Engrossed Substitute House
33 Bill No. 2473 (medication assistant endorsement). If the bill is not
34 enacted by June 30, 2012, the amount provided in this subsection shall
35 lapse.

36 (32) General fund--state appropriations for fiscal year 2013
37 includes funding to subsidize operating license and inspection fees in
38 the temporary worker housing program. In implementing this subsidy,

1 the department shall evaluate program regulations including but not
2 limited to the use of occupancy levels to determine the fee structure
3 and the frequency of inspections.

4 **Sec. 1217.** 2012 2nd sp.s. c 7 s 220 (uncodified) is amended to
5 read as follows:

6 **FOR THE DEPARTMENT OF CORRECTIONS**

7 The appropriations to the department of corrections in this act
8 shall be expended for the programs and in the amounts specified in this
9 section. However, after May 1, ((2012)) 2013, after approval by the
10 director of financial management and unless specifically prohibited by
11 this act, the department may transfer general fund--state
12 appropriations for fiscal year ((2012)) 2013 between programs. The
13 department shall not transfer funds, and the director of financial
14 management shall not approve the transfer, unless the transfer is
15 consistent with the objective of conserving, to the maximum extent
16 possible, the expenditure of state funds. The director of financial
17 management shall notify the appropriate fiscal committees of the senate
18 and house of representatives in writing seven days prior to approving
19 any deviations from appropriation levels. The written notification
20 shall include a narrative explanation and justification of the changes,
21 along with expenditures and allotments by budget unit and
22 appropriation, both before and after any allotment modifications or
23 transfers.

24 (1) ADMINISTRATION AND SUPPORT SERVICES

25 General Fund--State Appropriation (FY 2012)	\$52,025,000
26 General Fund--State Appropriation (FY 2013)	((\$52,981,000))
	<u>\$52,706,000</u>
28 TOTAL APPROPRIATION	((\$105,006,000))
	<u>\$104,731,000</u>

30 The appropriations in this subsection are subject to the following
31 conditions and limitations: \$35,000 of the general fund--state
32 appropriation for fiscal year 2012 and \$35,000 of the general fund--
33 state appropriation for fiscal year 2013 are provided solely for the
34 support of a statewide council on mentally ill offenders that includes
35 as its members representatives of community-based mental health
36 treatment programs, current or former judicial officers, and directors
37 and commanders of city and county jails and state prison facilities.

1 The council will investigate and promote cost-effective approaches to
2 meeting the long-term needs of adults and juveniles with mental
3 disorders who have a history of offending or who are at-risk of
4 offending, including their mental health, physiological, housing,
5 employment, and job training needs.

6 (2) CORRECTIONAL OPERATIONS

7	General Fund--State Appropriation (FY 2012)	\$598,237,000
8	General Fund--State Appropriation (FY 2013)	((\$575,457,000))
9		<u>\$581,723,000</u>
10	General Fund--Federal Appropriation	\$3,324,000
11	Washington Auto Theft Prevention Authority Account--	
12	State Appropriation	((\$14,079,000))
13		<u>\$13,177,000</u>
14	Enhanced 911 Account--State Appropriation	\$2,000,000
15	TOTAL APPROPRIATION	((\$1,193,097,000))
16		<u>\$1,198,461,000</u>

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

19 (a) During the 2011-13 biennium, when contracts are established or
20 renewed for offender pay phone and other telephone services provided to
21 inmates, the department shall select the contractor or contractors
22 primarily based on the following factors: (i) The lowest rate charged
23 to both the inmate and the person paying for the telephone call; and
24 (ii) the lowest commission rates paid to the department, while
25 providing reasonable compensation to cover the costs of the department
26 to provide the telephone services to inmates and provide sufficient
27 revenues for the activities funded from the institutional welfare
28 betterment account.

29 (b) The Harborview medical center and the University of Washington
30 medical center shall provide inpatient and outpatient hospital services
31 to offenders confined in department of corrections facilities at a rate
32 no greater than the average rate that the department has negotiated
33 with other community hospitals in Washington state.

34 (c) \$102,000 of the general fund--state appropriation for fiscal
35 year 2012 and \$102,000 of the general fund--state appropriation for
36 fiscal year 2013 are provided solely to implement House Bill No. 1290
37 (health care employee overtime). If the bill is not enacted by June
38 30, 2011, the amounts provided in this subsection shall lapse.

1 (d) \$32,000 of the general fund--state appropriation for fiscal
2 year 2012 and \$33,000 of the general fund--state appropriation for
3 fiscal year 2013 are provided solely to implement Substitute House Bill
4 No. 1718 (offenders with developmental disabilities). If the bill is
5 not enacted by June 30, 2011, the amounts provided in this subsection
6 shall lapse.

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

17 (f) \$311,000 of the general fund--state appropriation for fiscal
18 year 2013 is provided solely for implementation of House Bill No. 2346
19 (correctional officer uniforms). If the bill is not enacted by June
20 30, 2012, the amount provided in this subsection shall lapse.

21 (g) \$41,000 of the general fund--state appropriation for fiscal
22 year 2012 and \$165,000 of the general fund--state appropriation for
23 fiscal year 2013 are provided solely for the department to maintain the
24 facility, property, and assets at the institution formerly known as the
25 maple lane school in Rochester. The department may not house
26 incarcerated offenders at the maple lane site until specifically
27 directed by the legislature. By November 1, 2012, the department shall
28 report to the appropriate fiscal committees of the house of
29 representatives and the senate with a plan for the future use of the
30 facility.

31 (h) By December 1, 2012, the department shall provide to the
32 legislative fiscal committees a report that evaluates health care
33 expenditures in Washington state correctional institutions and makes
34 recommendations for controlling health care costs. The report shall
35 evaluate the source of health care costs, including offender health
36 issues, use of pharmaceuticals, offsite and specialist medical care,
37 chronic disease costs, and mental health issues. The department may

1 include information from other states on cost control in offender
2 health care, trends in offender health care that indicate potential
3 cost increases, and management of high-cost diagnoses.

4 (i) The department shall convene a work group to develop health
5 care cost containment strategies at local jail facilities. The work
6 group shall identify cost containment strategies in place at the
7 department and at local jail facilities, identify the costs and
8 benefits of implementing strategies in jail health-care facilities, and
9 make recommendations on implementing beneficial strategies. The work
10 group shall submit a report on its findings and recommendations to the
11 fiscal committees of the legislature by October 1, 2013. The work
12 group shall include jail administrators, representatives from health
13 care facilities at the local jail level and the state prisons level,
14 and other representatives as deemed necessary.

15 (j) The department of corrections, with participation of the health
16 care authority and the department of social and health services, aging
17 and adult services administration, shall establish a work group to
18 analyze and review release options for elderly and infirm offenders and
19 submit recommendations to the appropriate policy and fiscal committees
20 of the legislature with release options for these populations no later
21 than December 1, 2012. In making its recommendations, the work group
22 shall identify:

23 (i) The most expensive medical conditions for which the department
24 has had to treat its offenders and the offenders receiving the most
25 costly ongoing medical treatments;

26 (ii) For identified populations, the age, level of disability, cost
27 of care while incarcerated, safety issues related to release, ease of
28 placement, and time served in relation to the offender's sentence;

29 (iii) Potential cost savings to the state that may be generated by
30 the early release of elderly and infirm offenders;

31 (iv) Housing options to expedite the release of aging and infirm
32 offenders while maintaining the safety of housing providers, other
33 housing residents, and the general public; and

34 (v) Optimal procedures for reviewing offenders on a case-by-case
35 basis to ensure that the interests of justice and public safety are
36 considered in any early release decision.

37 (3) COMMUNITY SUPERVISION

38 General Fund--State Appropriation (FY 2012) \$127,121,000

1	General Fund--State Appropriation (FY 2013)	((\$128,494,000))
2		<u>\$126,033,000</u>
3	Federal Narcotics Forfeiture Account--Federal	
4	Appropriation	\$372,000
5	Controlled Substances Account--State	
6	Appropriation	\$32,000
7	TOTAL APPROPRIATION	((\$256,019,000))
8		<u>\$253,558,000</u>

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

11 (a) \$875,000 of the general fund--state appropriation for fiscal
12 year 2012 is provided solely to implement Engrossed Substitute House
13 Bill No. 5891 (criminal justice cost savings). If the bill is not
14 enacted by June 30, 2011, the amount provided in this subsection shall
15 lapse.

16 (b) ((~~\$6,362,000~~)) \$3,753,000 of the general fund--state
17 appropriation for fiscal year 2013 is provided solely to implement an
18 evidence-based risk-needs-responsivity model for community supervision
19 of offenders.

20 (4) CORRECTIONAL INDUSTRIES

21	General Fund--State Appropriation (FY 2012)	\$2,513,000
22	General Fund--State Appropriation (FY 2013)	\$2,431,000
23	TOTAL APPROPRIATION	\$4,944,000

24 The appropriations in this subsection are subject to the following
25 conditions and limitations: \$66,000 of the general fund--state
26 appropriation for fiscal year 2012 is provided solely for transfer to
27 the jail industries board. The board shall use the amounts provided
28 only for administrative expenses, equipment purchases, and technical
29 assistance associated with advising cities and counties in developing,
30 promoting, and implementing consistent, safe, and efficient offender
31 work programs.

32 (5) INTERAGENCY PAYMENTS

33	General Fund--State Appropriation (FY 2012)	\$35,821,000
34	General Fund--State Appropriation (FY 2013)	((\$27,264,000))
35		<u>\$27,539,000</u>
36	TOTAL APPROPRIATION	((\$63,085,000))
37		<u>\$63,360,000</u>

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

3 (a) The state prison institutions may use funds appropriated in
4 this subsection to rent uniforms from correctional industries in
5 accordance with existing legislative mandates.

6 (b) The state prison medical facilities may use funds appropriated
7 in this subsection to purchase goods and supplies through hospital or
8 other group purchasing organizations when it is cost effective to do
9 so.

10 (c) The department shall reduce payments to the department of
11 information services or its successor by \$213,000 in fiscal year 2012
12 and by \$1,150,000 in fiscal year 2013. The reduction in payment shall
13 be related to the elimination of the offender base tracking system,
14 including moving remaining portions of the offender base tracking
15 system into the offender management network information system.

16 **Sec. 1218.** 2012 2nd sp.s. c 7 s 221 (uncodified) is amended to
17 read as follows:

18 **FOR THE DEPARTMENT OF SERVICES FOR THE BLIND**

19	General Fund--State Appropriation (FY 2012)	\$2,159,000
20	General Fund--State Appropriation (FY 2013)	\$2,131,000
21	General Fund--Federal Appropriation	((\$19,239,000))
22		<u>\$19,739,000</u>
23	General Fund--Private/Local Appropriation	((\$30,000))
24		<u>\$105,000</u>
25	TOTAL APPROPRIATION	((\$23,559,000))
26		<u>\$24,134,000</u>

(End of part)

PART XIII
NATURAL RESOURCES

Sec. 1301. 2012 2nd sp.s. c 7 s 303 (uncodified) is amended to read as follows:

FOR THE STATE PARKS AND RECREATION COMMISSION

General Fund--State Appropriation (FY 2012)	\$8,955,000
General Fund--State Appropriation (FY 2013)	\$8,379,000
General Fund--Federal Appropriation	\$5,905,000
Winter Recreation Program Account--State Appropriation	(\$1,759,000)
	<u>\$2,034,000</u>
ORV and Nonhighway Vehicle Account--State Appropriation	\$224,000
Snowmobile Account--State Appropriation	\$4,844,000
Aquatic Lands Enhancement Account--State Appropriation	\$4,363,000
Parks Renewal and Stewardship Account--State Appropriation	\$106,505,000
Parks Renewal and Stewardship Account--Private/Local Appropriation	\$300,000
TOTAL APPROPRIATION	(\$141,234,000)
	<u>\$141,509,000</u>

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

(1) \$8,876,000 of the general fund--state appropriation for fiscal year 2012, \$8,300,000 of the general fund--state appropriation for fiscal year 2013, and \$4,000,000 of the aquatic lands enhancement account--state appropriation are provided solely to operate and maintain state parks as the commission implements a new fee structure. The goal of this structure is to make the parks system self-supporting. By August 1, 2012, state parks must submit a report to the office of financial management detailing its progress toward this goal and outlining any additional statutory changes needed for successful implementation.

(2) \$79,000 of the general fund--state appropriation for fiscal

1 year 2012 and \$79,000 of the general fund--state appropriation for
2 fiscal year 2013 are provided solely for a grant for the operation of
3 the Northwest avalanche center.

4 (3) \$44,528,000 of the parks renewal and stewardship account--state
5 appropriation is provided solely for implementation of Second
6 Substitute Senate Bill No. 5622 (state land recreation access). If the
7 bill is not enacted by June 30, 2011, the amount provided in this
8 subsection shall lapse.

9 (4) Prior to closing any state park, the commission must notify all
10 affected local governments and relevant nonprofit organizations of the
11 intended closure and provide an opportunity for the notified local
12 governments and nonprofit organizations to elect to acquire, or enter
13 into, a maintenance and operating contract with the commission that
14 would allow the park to remain open.

15 (5) The state parks and recreation commission, in cooperation with
16 the Fort Worden lifelong learning center public development authority
17 authorized under RCW 35.21.730 shall provide a report to the governor
18 and appropriate committees of the legislature no later than October 15,
19 2012, to create a lifelong learning center at Fort Worden state park.
20 This plan shall support and be based upon the Fort Worden state park
21 long-range plan adopted by the state parks and recreation commission in
22 September 2008. The report shall include a business and governance
23 plan and supporting materials that provide options and recommendations
24 on the long-term governance of Fort Worden state park, including
25 building maintenance and restoration. While the commission may
26 transfer full or partial operations to the public development authority
27 the state shall retain title to the property. The state parks and
28 recreation commission and the public development authority will agree
29 on the scope and content of the report including the business and
30 governance plan. In preparing this report the state parks and
31 recreation commission and the public development authority shall
32 provide ample opportunity for the public and stakeholders to
33 participate in the development of the business and governance plan.
34 The state parks and recreation commission shall review the report and
35 if it is consistent with the 2008 Fort Worden state park long-range
36 plan shall take action on a long-term governance and business plan no
37 later than December 31, 2012.

1 (6) Within the appropriations contained in this section, the
2 commission shall review the removal of trees from Brooks memorial state
3 park that have been killed or damaged by fire in order to determine the
4 recovery value from the sale of any timber that is surplus to the needs
5 of the park. The commission shall remove such trees, if the commission
6 determines that the recovery value from the sale of any timber is at
7 least cost neutral and the removal is in a manner consistent with RCW
8 79A.05.035.

9 **Sec. 1302.** 2012 2nd sp.s. c 7 s 307 (uncodified) is amended to
10 read as follows:

11 **FOR THE DEPARTMENT OF FISH AND WILDLIFE**

12	General Fund--State Appropriation (FY 2012)	\$34,098,000
13	General Fund--State Appropriation (FY 2013)	((23,618,000))
14		<u>\$26,417,000</u>
15	General Fund--Federal Appropriation	((105,481,000))
16		<u>\$105,725,000</u>
17	General Fund--Private/Local Appropriation	((56,923,000))
18		<u>\$57,107,000</u>
19	ORV and Nonhighway Vehicle Account--State Appropriation . . .	\$391,000
20	Aquatic Lands Enhancement Account--State	
21	Appropriation	((12,113,000))
22		<u>\$12,125,000</u>
23	Recreational Fisheries Enhancement--State	
24	Appropriation	((2,794,000))
25		<u>\$2,809,000</u>
26	Warm Water Game Fish Account--State Appropriation . . .	((2,841,000))
27		<u>\$2,842,000</u>
28	Eastern Washington Pheasant Enhancement Account--State	
29	Appropriation	\$849,000
30	Aquatic Invasive Species Enforcement Account--State	
31	Appropriation	\$204,000
32	Aquatic Invasive Species Prevention Account--State	
33	Appropriation	\$848,000
34	State Wildlife Account--State Appropriation	((100,742,000))
35		<u>\$95,241,000</u>
36	Special Wildlife Account--State Appropriation	\$2,382,000
37	Special Wildlife Account--Federal Appropriation	\$500,000

1	Special Wildlife Account--Private/Local Appropriation . . .	\$3,415,000
2	Wildlife Rehabilitation Account--State Appropriation	\$259,000
3	Regional Fisheries Enhancement Salmonid Recovery	
4	Account--Federal Appropriation	\$5,001,000
5	Oil Spill Prevention Account--State Appropriation	\$883,000
6	Oyster Reserve Land Account--State Appropriation	\$919,000
7	Recreation Resources Account--State Appropriation	\$3,300,000
8	Hydraulic Project Approval Account--State Appropriation . . .	\$337,000
9	TOTAL APPROPRIATION	(\$357,900,000)
10		<u>\$355,652,000</u>

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

13 (1) \$294,000 of the aquatic lands enhancement account--state
14 appropriation is provided solely for the implementation of hatchery
15 reform recommendations defined by the hatchery scientific review group.

16 (2) \$355,000 of the general fund--state appropriation for fiscal
17 year 2012 and \$355,000 of the general fund--state appropriation for
18 fiscal year 2013 are provided solely for the department to continue a
19 pilot project with the Confederated Tribes of the Colville Reservation
20 to develop expanded recreational fishing opportunities on Lake Rufus
21 Woods and its northern shoreline and to conduct joint enforcement of
22 lake fisheries on Lake Rufus Woods and adjoining waters, pursuant to
23 state and tribal intergovernmental agreements developed under the
24 Columbia River water supply program. For the purposes of the pilot
25 project:

26 (a) A fishing permit issued to a nontribal member by the Colville
27 Tribes shall satisfy the license requirement of RCW 77.32.010 on the
28 waters of Lake Rufus Woods and on the north shore of Lake Rufus Woods;

29 (b) The Colville Tribes have agreed to provide to holders of its
30 nontribal member fishing permits a means to demonstrate that fish in
31 their possession were lawfully taken in Lake Rufus Woods;

32 (c) A Colville tribal member identification card shall satisfy the
33 license requirement of RCW 77.32.010 on all waters of Lake Rufus Woods;

34 (d) The department and the Colville Tribes shall jointly designate
35 fishing areas on the north shore of Lake Rufus Woods for the purposes
36 of enhancing access to the recreational fisheries on the lake; and

1 (e) The Colville Tribes have agreed to recognize a fishing license
2 issued under RCW 77.32.470 or RCW 77.32.490 as satisfying the nontribal
3 member fishing permit requirements of Colville tribal law on the
4 reservation portion of the waters of Lake Rufus Woods and at designated
5 fishing areas on the north shore of Lake Rufus Woods;

6 (3) Prior to submitting its 2013-2015 biennial operating and
7 capital budget request related to state fish hatcheries to the office
8 of financial management, the department shall contract with the
9 hatchery scientific review group (HSRG) to review this request. This
10 review shall: (a) Determine if the proposed requests are consistent
11 with HSRG recommendations; (b) prioritize the components of the
12 requests based on their contributions to protecting wild salmonid
13 stocks and meeting the recommendations of the HSRG; and (c) evaluate
14 whether the proposed requests are being made in the most cost effective
15 manner. The department shall provide a copy of the HSRG review to the
16 office of financial management with their agency budget proposal.

17 (4) \$400,000 of the general fund--state appropriation for fiscal
18 year 2012 and \$400,000 of the general fund--state appropriation for
19 fiscal year 2013 are provided solely for a state match to support the
20 Puget Sound nearshore partnership between the department and the U.S.
21 army corps of engineers.

22 (5) \$50,000 of the general fund--state appropriation for fiscal
23 year 2012 and \$50,000 of the general fund--state appropriation for
24 fiscal year 2013 are provided solely for removal of derelict gear in
25 Washington waters.

26 (6) \$100,000 of the eastern Washington pheasant enhancement
27 account--state appropriation is provided solely for the department to
28 support efforts to enhance permanent and temporary pheasant habitat on
29 public and private lands in Grant, Franklin, and Adams counties. The
30 department may support efforts by entities including conservation
31 districts, nonprofit organizations, and landowners, and must require
32 such entities to provide significant nonstate matching resources, which
33 may be in the form of funds, material, or labor.

34 (7) Within the amounts appropriated in this section, the department
35 shall identify additional opportunities for partnerships in order to
36 keep fish hatcheries operational. Such partnerships shall aim to
37 maintain fish production and salmon recovery with less reliance on
38 state operating funds.

1 (8) By September 1, 2011, the department shall update its
2 interagency agreement dated September 30, 2010, with the department of
3 natural resources concerning land management services on the department
4 of fish and wildlife's wildlife conservation and recreation lands. The
5 update shall include rates and terms for services.

6 (9) Prior to opening game management unit 490 to public hunting,
7 the department shall complete an environmental impact statement that
8 includes an assessment of how public hunting activities will impact the
9 ongoing protection of the public water supply.

10 (10) \$18,514,000 of the state wildlife account--state appropriation
11 is provided solely for the implementation of Second Substitute Senate
12 Bill No. 5385 (state wildlife account). If the bill is not enacted by
13 June 30, 2011, the amount provided in this subsection shall lapse.

14 (11) \$9,418,000 of the state wildlife account--state appropriation
15 is provided solely for the implementation of Second Substitute Senate
16 Bill No. 5622 (state land recreation access). If the bill is not
17 enacted by June 30, 2011, the amount provided in this subsection shall
18 lapse.

19 (12) \$50,000 of the state wildlife account--state appropriation is
20 provided solely for mitigation, claims, and assessment costs for injury
21 or loss of livestock caused by wolves, black bears, and cougars.

22 (13) \$552,000 of the aquatic lands enhancement account--state
23 appropriation is provided solely for increased law enforcement capacity
24 to reduce the occurrence of geoduck poaching and illegal harvest
25 activities. With these additional funds, the department shall deploy
26 two new fish and wildlife officers and one detective within Puget Sound
27 to address on-the-water and marketplace geoduck harvest compliance.

28 (14) \$337,000 of the hydraulic project approval--state
29 appropriation is provided solely for the implementation of Second
30 Engrossed Substitute Senate Bill No. 6406 (state natural resources).
31 If the bill is not enacted by June 30, 2012, the amount provided in
32 this subsection shall lapse.

33 **Sec. 1303.** 2012 2nd sp.s. c 7 s 308 (uncodified) is amended to
34 read as follows:

35 **FOR THE DEPARTMENT OF NATURAL RESOURCES**

36	General Fund--State Appropriation (FY 2012)	\$30,907,000
37	General Fund--State Appropriation (FY 2013)	((\$35,791,000))

1		<u>\$67,782,000</u>
2	General Fund--Federal Appropriation	\$27,873,000
3	General Fund--Private/Local Appropriation	\$2,372,000
4	Forest Development Account--State Appropriation	((\$46,254,000))
5		<u>\$44,116,000</u>
6	ORV and Nonhighway Vehicle Account--State	
7	Appropriation	\$4,373,000
8	Surveys and Maps Account--State Appropriation	\$2,118,000
9	Aquatic Lands Enhancement Account--State	
10	Appropriation	\$69,000
11	Resources Management Cost Account--State	
12	Appropriation	\$90,131,000
13	Surface Mining Reclamation Account--State	
14	Appropriation	\$3,467,000
15	Disaster Response Account--State Appropriation	\$5,000,000
16	Forest and Fish Support Account--State Appropriation	\$9,784,000
17	Aquatic Land Dredged Material Disposal Site	
18	Account--State Appropriation	\$838,000
19	Natural Resources Conservation Areas Stewardship	
20	Account--State Appropriation	\$34,000
21	State Toxics Control Account--State Appropriation	\$80,000
22	Air Pollution Control Account--State Appropriation	\$540,000
23	NOVA Program Account--State Appropriation	\$635,000
24	Derelict Vessel Removal Account--State Appropriation	\$1,761,000
25	Agricultural College Trust Management Account--State	
26	Appropriation	\$1,848,000
27	Forest Practices Application Account--State Appropriation	\$780,000
28	Marine Resources Stewardship Trust Account--State	
29	Appropriation	\$2,100,000
30	TOTAL APPROPRIATION	((\$262,782,000))
31		<u>\$296,608,000</u>

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

34 (1) \$710,000 of the general fund--state appropriation for fiscal
35 year 2012 and \$915,000 of the general fund--state appropriation for
36 fiscal year 2013 are provided solely for deposit into the agricultural
37 college trust management account and are provided solely to manage

1 approximately 70,700 acres of Washington State University's
2 agricultural college trust lands.

3 (2) \$8,030,000 of the general fund--state appropriation for fiscal
4 year 2012, (~~(\$10,037,000)~~) \$42,028,000 of the general fund--state
5 appropriation for fiscal year 2013, and \$5,000,000 of the disaster
6 response account--state appropriation are provided solely for emergency
7 fire suppression. None of the general fund and disaster response
8 account amounts provided in this subsection may be used to fund agency
9 indirect and administrative expenses. Agency indirect and
10 administrative costs shall be allocated among the agency's remaining
11 accounts and appropriations. The department of natural resources shall
12 submit a quarterly report to the office of financial management and the
13 legislative fiscal committees detailing information on current and
14 planned expenditures from the disaster response account. This work
15 shall be done in coordination with the military department.

16 (3) \$4,500,000 of the forest and fish support account--state
17 appropriation is provided solely for outcome-based, performance
18 contracts with tribes to participate in the implementation of the
19 forest practices program. Contracts awarded in fiscal year 2013 may
20 only contain indirect costs set at or below the rate in the contracting
21 tribe's indirect cost agreement with the federal government. If
22 federal funding for this purpose is reinstated, the amount provided in
23 this subsection shall lapse.

24 (4) \$518,000 of the forest and fish support account--state
25 appropriation is provided solely for outcome-based performance
26 contracts with nongovernmental organizations to participate in the
27 implementation of the forest practices program. Contracts awarded in
28 fiscal year 2013 may only contain indirect cost set at or below a rate
29 of eighteen percent.

30 (5) During the 2011-2013 fiscal biennium, \$717,000 of the forest
31 and fish support account--state appropriation is provided solely to
32 fund interagency agreements with the department of ecology and the
33 department of fish and wildlife as part of the adaptive management
34 process.

35 (6) \$1,000,000 of the general fund--federal appropriation and
36 \$1,000,000 of the forest and fish support account--state appropriation
37 are provided solely for continuing scientific studies already underway

1 as part of the adaptive management process. Funds may not be used to
2 initiate new studies unless the department secures new federal funding
3 for the adaptive management process.

4 (7) The department is authorized to increase the silviculture
5 burning permit fee in the 2011-2013 biennium by up to eighty dollars
6 plus fifty cents per ton for each ton of material burned in excess of
7 one hundred tons.

8 (8) \$440,000 of the state general fund--state appropriation for
9 fiscal year 2012 and \$440,000 of the state general fund--state
10 appropriation for fiscal year 2013 are provided solely for forest work
11 crews that support correctional camps and are contingent upon
12 continuing operations of Naselle youth camp.

13 (9) By September 1, 2011, the department shall update its
14 interagency agreement dated September 30, 2010, with the department of
15 fish and wildlife concerning land management services on the department
16 of fish and wildlife's wildlife conservation and recreation lands. The
17 update shall include rates and terms for services.

18 (10) In partnership with the department of ecology, the departments
19 shall deliver a report to the governor, the appropriate committees of
20 the legislature, and the forest practices board by September 1, 2012,
21 documenting forest practices adaptive management program reforms
22 implemented, or recommended, that streamline existing processes to
23 increase program efficiencies and effectiveness. The departments shall
24 collaborate with interested adaptive management program participants in
25 the development of the report.

26 (11)(a) \$2,100,000 of the marine resources stewardship account--
27 state appropriation is provided solely for the implementation of
28 chapter 252, Laws of 2012 (marine management planning) and 43.372 RCW.
29 The department will work with the marine interagency team, tribes, and
30 the Washington state marine resource committee to develop a spending
31 plan consistent with the priorities in chapter 252, Laws of 2012, for
32 conducting ecosystem assessments and mapping activities related to
33 marine resources use and potential economic development, developing
34 marine management plans for the state's coastal waters, and otherwise
35 aiding in the implementation of marine planning in the state. As
36 appropriate, the team shall develop a competitive process for projects
37 to be funded by the department in fiscal year 2013.

1 (b) The department, in consultation with the marine interagency
2 team, shall submit to the office of financial management and the
3 appropriate legislative committees by September 1, 2012, a prioritized
4 list of projects and activities for funding consideration through the
5 marine resources stewardship account in the 2013-2015 fiscal biennium.

6 ((+13+)) (12) \$780,000 of the forest practices application
7 account--state appropriation, \$18,000 of the forest development
8 account--state appropriation, \$23,000 of the resources management cost
9 account--state appropriation, and \$2,000 of the surface mining
10 reclamation account--state appropriation are provided solely for the
11 implementation of Second Engrossed Substitute Senate Bill No. 6406
12 (state natural resources). If the bill is not enacted by June 30,
13 2012, the amounts provided in this subsection shall lapse.

(End of part)

PART XIV
TRANSPORTATION

Sec. 1401. 2012 2nd sp.s. c 7 s 402 (uncodified) is amended to read as follows:

FOR THE STATE PATROL

General Fund--State Appropriation (FY 2012)	\$35,395,000
General Fund--State Appropriation (FY 2013)	(\$32,323,000)
	<u>\$42,175,000</u>
General Fund--Federal Appropriation	\$16,081,000
General Fund--Private/Local Appropriation	\$3,021,000
Death Investigations Account--State Appropriation	\$5,537,000
County Criminal Justice Assistance Account--State Appropriation	\$3,207,000
Municipal Criminal Justice Assistance Account--State Appropriation	\$1,286,000
Fire Service Trust Account--State Appropriation	\$131,000
Disaster Response Account--State Appropriation	\$8,002,000
Fire Service Training Account--State Appropriation	\$9,386,000
Aquatic Invasive Species Enforcement Account--State Appropriation	\$54,000
State Toxics Control Account--State Appropriation	\$505,000
Fingerprint Identification Account--State Appropriation	\$10,067,000
Vehicle License Fraud Account--State Appropriation	\$437,000
TOTAL APPROPRIATION	(\$125,432,000)
	<u>\$135,284,000</u>

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

(1) \$200,000 of the fire service training account--state appropriation is provided solely for two FTEs in the office of the state director of fire protection to exclusively review K-12 construction documents for fire and life safety in accordance with the state building code. It is the intent of this appropriation to provide these services only to those districts that are located in counties without qualified review capabilities.

1 (2) \$8,000,000 of the disaster response account--state
2 appropriation is provided solely for Washington state fire service
3 resource mobilization costs incurred in response to an emergency or
4 disaster authorized under RCW 43.43.960 and 43.43.964. The state
5 patrol shall submit a report quarterly to the office of financial
6 management and the legislative fiscal committees detailing information
7 on current and planned expenditures from this account. This work shall
8 be done in coordination with the military department.

9 (3) \$400,000 of the fire service training account--state
10 appropriation is provided solely for the firefighter apprenticeship
11 training program.

12 (4) In accordance with RCW 43.43.742 the state patrol is authorized
13 to increase the following fees in fiscal year 2012 as necessary to meet
14 the actual costs of conducting business and the appropriation levels in
15 this section: Notary service fee.

16 (5) \$59,000 of the fingerprint identification account--state
17 appropriation is provided solely for implementation of Engrossed Second
18 Substitute House Bill No. 1776 (child care center licensing). If the
19 bill is not enacted by June 30, 2011, the amount provided in this
20 subsection shall lapse.

21 (6) \$6,000 of the fingerprint identification account--state
22 appropriation is provided solely for implementation of Engrossed
23 Substitute House Bill No. 1494 (vulnerable adult referrals). If the
24 bill is not enacted by June 30, 2011, the amount provided in this
25 subsection shall lapse.

26 (7) \$1,000 of the fingerprint identification account--state
27 appropriation is provided solely for implementation of Engrossed Senate
28 Bill No. 6296 (background checks). If the bill is not enacted by June
29 30, 2012, the amount provided in this subsection shall lapse.

(End of part)

PART XV
EDUCATION

Sec. 1501. 2012 2nd sp.s. c 7 s 501 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION

General Fund--State Appropriation (FY 2012)	\$25,322,000
General Fund--State Appropriation (FY 2013)	(\$27,133,000)
	<u>\$27,793,000</u>
General Fund--Federal Appropriation	(\$77,011,000)
	<u>\$82,011,000</u>
General Fund--Private/Local Appropriation	\$4,000,000
TOTAL APPROPRIATION	(\$133,466,000)
	<u>\$139,126,000</u>

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

(1) A maximum of \$16,056,000 of the general fund--state appropriation for fiscal year 2012 and ~~(\$14,875,000)~~ \$15,276,000 of the general fund--state appropriation for fiscal year 2013 is for state agency operations.

(a) \$9,692,000 of the general fund--state appropriation for fiscal year 2012 and ~~(\$8,169,000)~~ \$8,160,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the operation and expenses of the office of the superintendent of public instruction.

(i) Within the amounts provided in this subsection (1)(a), the superintendent shall recognize the extraordinary accomplishments of four students who have demonstrated a strong understanding of the civics essential learning requirements to receive the Daniel J. Evans civic education award.

(ii) By January 1, 2012, the office of the superintendent of public instruction shall issue a report to the legislature with a timeline and an estimate of costs for implementation of the common core standards. The report must incorporate feedback from an open public forum for recommendations to enhance the standards, particularly in math.

1 (iii) Within the amounts provided, and in consultation with the
2 public school employees of Washington and the Washington school
3 counselors' association, the office of the superintendent of public
4 instruction shall develop a model policy that further defines the
5 recommended roles and responsibilities of graduation coaches and
6 identifies best practices for how graduation coaches work in
7 coordination with school counselors and in the context of a
8 comprehensive school guidance and counseling program.

9 (iv) The office of the superintendent of public instruction shall,
10 no later than August 1, 2011, establish a standard statewide definition
11 of unexcused absence. The definition shall be reported to the ways and
12 means committees of the senate and house of representatives for
13 legislative review in the 2012 legislative session. Beginning no later
14 than January 1, 2012, districts shall report to the office of the
15 superintendent of public instruction, daily student unexcused absence
16 data by school.

17 (b) \$1,964,000 of the general fund--state appropriation for fiscal
18 year 2012 and \$1,017,000 of the general fund--state appropriation for
19 fiscal year 2013 are provided solely for activities associated with the
20 implementation of new school finance systems required by chapter 236,
21 Laws of 2010 (K-12 education funding) and chapter 548, Laws of 2009
22 (state's education system), including technical staff, systems
23 reprogramming, and workgroup deliberations, including the quality
24 education council and the data governance working group.

25 (c)(i) \$851,000 of the general fund--state appropriation for fiscal
26 year 2012 and \$851,000 of the general fund--state appropriation for
27 fiscal year 2013 are provided solely for the operation and expenses of
28 the state board of education, including basic education assistance
29 activities.

30 (ii) \$171,000 of the general fund--state appropriation for fiscal
31 year 2013 is provided solely to the state board of education for
32 implementation of Initiative Measure No. 1240 (charter schools).

33 (d) \$1,744,000 of the general fund--state appropriation for fiscal
34 year 2012 and \$1,387,000 of the general fund--state appropriation for
35 fiscal year 2013 are provided solely to the professional educator
36 standards board for the following:

37 (i) \$1,050,000 in fiscal year 2012 and \$1,050,000 in fiscal year

1 2013 are for the operation and expenses of the Washington professional
2 educator standards board; and

3 (ii) \$694,000 of the general fund--state appropriation for fiscal
4 year 2012 and \$312,000 of the general fund--state appropriation for
5 fiscal year 2013 are for conditional scholarship loans and mentor
6 stipends provided through the alternative routes to certification
7 program administered by the professional educator standards board,
8 including the pipeline for paraeducators program and the retooling to
9 teach conditional loan programs. Funding within this subsection
10 (1)(d)(ii) is also provided for the recruiting Washington teachers
11 program. Funding reductions in this subsection (1)(d)(ii) in the 2011-
12 2013 fiscal biennium are intended to be one-time; and

13 (iii) \$25,000 of the general fund--state appropriation for fiscal
14 year 2013 is provided solely for the professional educator standards
15 board to develop educator interpreter standards and identify
16 interpreter assessments that are available to school districts.
17 Interpreter assessments should meet the following criteria: (A)
18 Include both written assessment and performance assessment; (B) be
19 offered by a national organization of professional sign language
20 interpreters and transliterators; and (C) be designed to assess
21 performance in more than one sign system or sign language. The board
22 shall establish a performance standard, defining what constitutes a
23 minimum assessment result, for each educational interpreter assessment
24 identified. The board shall publicize the standards and assessments
25 for school district use.

26 (e) \$133,000 of the general fund--state appropriation for fiscal
27 year 2012 and \$133,000 of the general fund--state appropriation for
28 fiscal year 2013 are provided solely for the implementation of chapter
29 240, Laws of 2010, including staffing the office of equity and civil
30 rights.

31 (f) \$50,000 of the general fund--state appropriation for fiscal
32 year 2012 and \$50,000 of the general fund--state appropriation for
33 fiscal year 2013 are provided solely for the ongoing work of the
34 education opportunity gap oversight and accountability committee.

35 (g) \$45,000 of the general fund--state appropriation for fiscal
36 year 2012 and \$45,000 of the general fund--state appropriation for
37 fiscal year 2013 are provided solely for the implementation of chapter

1 380, Laws of 2009 (enacting the interstate compact on educational
2 opportunity for military children).

3 (h) \$159,000 of the general fund--state appropriation for fiscal
4 year 2012 and \$93,000 of the general fund--state appropriation for
5 fiscal year 2013 are provided solely for the implementation of chapter
6 185, Laws of 2011 (bullying prevention), which requires the office of
7 the superintendent of public instruction to convene an ongoing
8 workgroup on school bullying and harassment prevention. Within the
9 amounts provided, \$140,000 is for youth suicide prevention activities.

10 (i) \$1,227,000 of the general fund--state appropriation for fiscal
11 year 2012 and \$1,227,000 of the general fund--state appropriation for
12 fiscal year 2013 are provided solely for implementing a comprehensive
13 data system to include financial, student, and educator data, including
14 development and maintenance of the comprehensive education data and
15 research system (CEDARS).

16 (j) \$25,000 of the general fund--state appropriation for fiscal
17 year 2012 and \$25,000 of the general fund--state appropriation for
18 fiscal year 2013 are provided solely for project citizen, a program
19 sponsored by the national conference of state legislatures and the
20 center for civic education to promote participation in government by
21 middle school students.

22 (k) \$166,000 of the general fund--state appropriation for fiscal
23 year 2012 is provided solely for the implementation of chapter 192,
24 Laws of 2011 (school district insolvency). Funding is provided to
25 develop a clear legal framework and process for dissolution of a school
26 district.

27 (l) \$1,500,000 of the general fund--state appropriation for fiscal
28 year 2013 is provided solely for implementation of House Bill No. 2799
29 (collaborative schools). If such legislation is not enacted by June
30 30, 2012, the amount provided in this subsection shall lapse.

31 (m) \$128,000 of the general fund--state appropriation for fiscal
32 year 2013 is provided solely pursuant to Substitute House Bill No. 2254
33 (foster care outcomes). The office of the superintendent of public
34 instruction shall report on the implementation of the state's plan of
35 cross-system collaboration to promote educational stability and improve
36 education outcomes of foster youth. The first report is due December
37 1, 2012, and annually thereafter through 2015. If the bill is not

1 enacted by June 30, 2012, the amount provided in this subsection shall
2 lapse.

3 (n) \$250,000 of the general fund--state appropriation for fiscal
4 year 2013 is provided solely for implementation of House Bill No. 2337
5 (open K-12 education resources). If the bill is not enacted by June
6 30, 2012, the amount provided in this subsection shall lapse.

7 (o) \$239,000 of the general fund--state appropriation for fiscal
8 year 2013 is provided solely for implementation of Initiative Measure
9 No. 1240 (charter schools).

10 (p) \$250,000 of the general fund--state appropriation for fiscal
11 year 2013 is provided solely for allocation to the office of the
12 superintendent of public instruction to provide financial assistance to
13 nonhigh school districts that are experiencing budgetary shortfalls due
14 to a significant financial condition, including, but not limited to:
15 Declining total enrollment; increased enrollment of students with
16 special education needs; and debts owed to school districts serving the
17 nonhigh school district's high school aged students. The financial
18 assistance shall be in the form of a loan. The loan agreement shall:

19 (i) Include conditions, binding on the school district, designed to
20 improve the district's financial condition;

21 (ii) Include a repayment schedule of no more than five years in
22 length; and

23 (iii) Prohibit districts that receive loans under this subsection
24 from using cash basis accounting.

25 (2) \$9,267,000 of the general fund--state appropriation for fiscal
26 year 2012 and \$12,267,000 of the general fund--state appropriation for
27 fiscal year 2013 are for statewide programs.

28 (a) HEALTH AND SAFETY

29 (i) \$2,541,000 of the general fund--state appropriation for fiscal
30 year 2012 and \$2,541,000 of the general fund--state appropriation for
31 fiscal year 2013 are provided solely for a corps of nurses located at
32 educational service districts, as determined by the superintendent of
33 public instruction, to be dispatched to the most needy schools to
34 provide direct care to students, health education, and training for
35 school staff.

36 (ii) \$50,000 of the general fund--state appropriation for fiscal
37 year 2012 and \$50,000 of the general fund--state appropriation for

1 fiscal year 2013 are provided solely for a nonviolence and leadership
2 training program provided by the institute for community leadership.

3 (b) TECHNOLOGY

4 \$1,221,000 of the general fund--state appropriation for fiscal year
5 2012 and \$1,221,000 of the general fund--state appropriation for fiscal
6 year 2013 are provided solely for K-20 telecommunications network
7 technical support in the K-12 sector to prevent system failures and
8 avoid interruptions in school utilization of the data processing and
9 video-conferencing capabilities of the network. These funds may be
10 used to purchase engineering and advanced technical support for the
11 network.

12 (c) GRANTS AND ALLOCATIONS

13 (i) \$675,000 of the general fund--state appropriation for fiscal
14 year 2012 and \$675,000 of the general fund--state appropriation for
15 fiscal year 2013 are provided solely for the Washington state achievers
16 scholarship program. The funds shall be used to support community
17 involvement officers that recruit, train, and match community volunteer
18 mentors with students selected as achievers scholars.

19 (ii) \$1,000,000 of the general fund--state appropriation for fiscal
20 year 2012 and \$1,000,000 of the general fund--state appropriation for
21 fiscal year 2013 are provided solely for contracting with a college
22 scholarship organization with expertise in conducting outreach to
23 students concerning eligibility for the Washington college bound
24 scholarship consistent with chapter 405, Laws of 2007.

25 (iii) \$2,808,000 of the general fund--state appropriation for
26 fiscal year 2012 and \$2,808,000 of the general fund--state
27 appropriation for fiscal year 2013 are provided solely for the
28 dissemination of the navigation 101 curriculum to all districts. The
29 funding shall support electronic student planning tools and software
30 for analyzing the impact of navigation 101 on student performance, as
31 well as grants to a maximum of one hundred school districts each year,
32 based on progress and need for the implementation of the navigation 101
33 program. The implementation grants shall be awarded to a cross-section
34 of school districts reflecting a balance of geographic and demographic
35 characteristics. Within the amounts provided, the office of the
36 superintendent of public instruction will create a navigation 101
37 accountability model to analyze the impact of the program.

1 (iv) \$337,000 of the general fund--state appropriation for fiscal
2 year 2012 and \$337,000 of the general fund--state appropriation for
3 fiscal year 2013 are provided solely for implementation of the building
4 bridges statewide program for comprehensive dropout prevention,
5 intervention, and reengagement strategies.

6 (v) \$135,000 of the general fund--state appropriation for fiscal
7 year 2012 and \$135,000 of the general fund--state appropriation for
8 fiscal year 2013 are provided solely for dropout prevention programs at
9 the office of the superintendent of public instruction, including the
10 jobs for America's graduates (JAG) program.

11 (vi) \$500,000 of the general fund--state appropriation for fiscal
12 year 2012 and \$1,400,000 of the general fund--state appropriation for
13 fiscal year 2013 are provided solely for the implementation of chapter
14 340, Laws of 2011 (assessment of students in state-funded full-day
15 kindergarten classrooms), including the development and implementation
16 of the Washington kindergarten inventory of developing skills (WaKIDS).
17 Of the amounts in this subsection, \$1,000,000 of the fiscal year 2013
18 appropriation is for the implementation of House Bill No. 2586
19 (kindergarten inventory). If the bill is not enacted by June 30, 2012,
20 this amount shall lapse.

21 (vii) \$2,000,000 of the general fund--state appropriation for
22 fiscal year 2013 is provided solely for an urban school turnaround
23 initiative as follows:

24 (A) The office of the superintendent of public instruction shall
25 select two schools in the largest urban school district in the state.
26 The selected schools shall be among the state's lowest-performing
27 schools; be located within the same community and form a continuum of
28 education for the students in that community; have significant
29 educational achievement gaps; and include a mix of elementary, middle,
30 or high schools.

31 (B) The office shall allocate the funds under this subsection (vii)
32 to the school district to be used exclusively in the selected schools.
33 The district may not charge an overhead or indirect fee for the
34 allocated funds or supplant other state, federal, or local funds in the
35 selected schools. The school district shall use the funds for
36 intensive supplemental instruction, services, and materials in the
37 selected schools (~~in the 2012-13 school year~~), including but not
38 limited to professional development for school staff; updated

1 curriculum, materials, and technology; extended learning opportunities
 2 for students; reduced class size; summer enrichment activities;
 3 school-based health clinics; and other research-based initiatives to
 4 dramatically turn around the performance and close the achievement gap
 5 in the schools. The office shall enter into an expenditure agreement
 6 with the school district under which any funds under this subsection
 7 (2)(c)(vii) remaining unspent on August 31, 2015, shall be returned to
 8 the state. Priorities for the expenditure of the funds shall be
 9 determined by the leadership and staff of each school.

10 (C) The office shall monitor the activities in the selected schools
 11 and the expenditure of funds to ensure the intent of this subsection
 12 (vii) is met, and submit a report to the legislature by December 1,
 13 2013, including outcomes resulting from the urban school turnaround
 14 initiative. The report submitted to the legislature must include a
 15 comparison of student learning achievement in the selected schools with
 16 schools of comparable demographics that have not participated in the
 17 grant program.

18 (D) Funding provided in this subsection (vii) is intended to be
 19 one-time.

20 (viii) \$100,000 of the general fund--state appropriation for fiscal
 21 year 2013 is provided solely to subsidize advanced placement exam fees
 22 and international baccalaureate class fees and exam fees for low-income
 23 students. To be eligible for the subsidy, a student must be either
 24 enrolled or eligible to participate in the federal free or reduced
 25 price lunch program, and the student must have maximized the allowable
 26 federal contribution. The office of the superintendent of public
 27 instruction shall set the subsidy in an amount so that the advanced
 28 placement exam fee does not exceed \$15.00 and the combined class and
 29 exam fee for the international baccalaureate does not exceed \$14.50.

30 **Sec. 1502.** 2012 2nd sp.s. c 7 s 502 (uncodified) is amended to
 31 read as follows:

32	FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR GENERAL	
33	APPORTIONMENT	
34	General Fund--State Appropriation (FY 2012)	\$5,241,233,000
35	General Fund--State Appropriation (FY 2013)	((5,170,854,000))
36		<u>\$5,139,496,000</u>
37	General Fund--Federal Appropriation	\$22,327,000

1 TOTAL APPROPRIATION ((~~\$10,434,414,000~~))
2 \$10,403,056,000

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

5 (1)(a) Each general fund fiscal year appropriation includes such
6 funds as are necessary to complete the school year ending in the fiscal
7 year and for prior fiscal year adjustments.

8 (b) For the 2011-12 and 2012-13 school years, the superintendent
9 shall allocate general apportionment funding to school districts as
10 provided in the funding formulas and salary schedules in sections 502
11 and 503 of this act, excluding (c) of this subsection.

12 (c) From July 1, 2011 to August 31, 2011, the superintendent shall
13 allocate general apportionment funding to school districts programs as
14 provided in sections 502 and 504, chapter 564, Laws of 2009, as amended
15 through sections 1402 and 1403 of this act.

16 (d) The appropriations in this section include federal funds
17 provided through section 101 of P.L. No. 111-226 (education jobs fund),
18 which shall be used to support general apportionment program funding.
19 In distributing general apportionment allocations under this section
20 for the 2011-12 school year, the superintendent shall include the
21 additional amount of \$3,327,000 allocated by the United States
22 department of education on September 16, 2011, provided through 101 of
23 P.L. No. 111-226 (education jobs fund) as part of each district's
24 general apportionment allocation.

25 (e) The enrollment of any district shall be the annual average
26 number of full-time equivalent students and part-time students as
27 provided in RCW 28A.150.350, enrolled on the fourth day of school in
28 September and on the first school day of each month October through
29 June, including students who are in attendance pursuant to RCW
30 28A.335.160 and 28A.225.250 who do not reside within the servicing
31 school district. Any school district concluding its basic education
32 program in May must report the enrollment of the last school day held
33 in May in lieu of a June enrollment.

34 (2) CERTIFICATED INSTRUCTIONAL STAFF ALLOCATIONS

35 Allocations for certificated instructional staff salaries for the
36 2011-12 and 2012-13 school years are determined using formula-generated
37 staff units calculated pursuant to this subsection.

1 (a) Certificated instructional staff units, as defined in RCW
2 28A.150.410, shall be allocated to reflect the minimum class size
3 allocations, requirements, and school prototypes assumptions as
4 provided in RCW 28A.150.260. The superintendent shall make allocations
5 to school districts based on the district's annual average full-time
6 equivalent student enrollment in each grade.

7 (b) Additional certificated instructional staff units provided in
8 this subsection (2) that exceed the minimum requirements in RCW
9 28A.150.260 are enhancements outside the program of basic education,
10 except as otherwise provided in this section.

11 (c)(i) The superintendent shall base allocations for each level of
12 prototypical school on the following regular education average class
13 size of full-time equivalent students per teacher, except as provided
14 in (c)(ii) of this subsection:

15 General education class size:

16 Grade	RCW 28A.150.260
17 Grades K-3	25.23
18 Grade 4	27.00
19 Grades 5-6	27.00
20 Grades 7-8	28.53
21 Grades 9-12	28.74

22 The superintendent shall base allocations for career and technical
23 education (CTE) and skill center programs average class size as
24 provided in RCW 28A.150.260.

25 (ii) For each level of prototypical school at which more than fifty
26 percent of the students were eligible for free and reduced-price meals
27 in the prior school year, the superintendent shall allocate funding
28 based on the following average class size of full-time equivalent
29 students per teacher:

30 General education class size in high poverty
31 school:

32 Grades K-3	24.10
---------------------	-------

1	Grade 4	27.00
2	Grades 5-6	27.00
3	Grades 7-8	28.53
4	Grades 9-12	28.74

(iii) Pursuant to RCW 28A.150.260(4)(a), the assumed teacher planning period, expressed as a percentage of a teacher work day, is 13.42 percent in grades K-6, and 16.67 percent in grades 7-12; and

(iv) Laboratory science, advanced placement, and international baccalaureate courses are funded at the same class size assumptions as general education schools in the same grade; and

(d)(i) Funding for teacher librarians, school nurses, social workers, school psychologists, and guidance counselors is allocated based on the school prototypes as provided in RCW 28A.150.260 and is considered certificated instructional staff, except as provided in (d)(ii) of this subsection.

(ii) Students in approved career and technical education and skill center programs generate certificated instructional staff units to provide for the services of teacher librarians, school nurses, social workers, school psychologists, and guidance counselors at the following combined rate per 1000 students:

Career and Technical Education

students	2.02 per 1000 student FTE's
Skill Center students	2.36 per 1000 student FTE's

(3) ADMINISTRATIVE STAFF ALLOCATIONS

(a) Allocations for school building-level certificated administrative staff salaries for the 2011-12 and 2012-13 school years for general education students are determined using the formula-generated staff units provided in RCW 28A.150.260, and adjusted based on a district's annual average full-time equivalent student enrollment in each grade.

(b) Students in approved career and technical education and skill center programs generate certificated school building-level administrator staff units at per student rates that exceed the general education rate in (a) of this subsection by the following percentages:

Career and Technical Education students	2.5 percent
Skill Center students	19.75 percent

1 (4) CLASSIFIED STAFF ALLOCATIONS

2 Allocations for classified staff units providing school building-
3 level and district-wide support services for the 2011-12 and 2012-13
4 school years are determined using the formula-generated staff units
5 provided in RCW 28A.150.260, and adjusted based on each district's
6 annual average full-time equivalent student enrollment in each grade.

7
8 (5) CENTRAL OFFICE ALLOCATIONS

9 In addition to classified and administrative staff units allocated
10 in subsections (3) and (4) of this section, classified and
11 administrative staff units are provided for the 2011-12 and 2012-13
12 school year for the central office administrative costs of operating a
13 school district, at the following rates:

14 (a) The total central office staff units provided in this
15 subsection (5) are calculated by first multiplying the total number of
16 eligible certificated instructional, certificated administrative, and
17 classified staff units providing school-based or district-wide support
18 services, as identified in RCW 28A.150.260(6)(b), by 5.3 percent.

19 (b) Of the central office staff units calculated in (a) of this
20 subsection, 74.53 percent are allocated as classified staff units, as
21 generated in subsection (4) of this section, and 25.47 percent shall be
22 allocated as administrative staff units, as generated in subsection (3)
23 of this section.

24 (c) Staff units generated as enhancements outside the program of
25 basic education to the minimum requirements of RCW 28A.150.260, and
26 staff units generated by skill center and career-technical students,
27 are excluded from the total central office staff units calculation in
28 (a) of this subsection.

29 (d) For students in approved career-technical and skill center
30 programs, central office classified units are allocated at the same
31 staff unit per student rate as those generated for general education
32 students of the same grade in this subsection (5), and central office
33 administrative staff units are allocated at staff unit per student
34 rates that exceed the general education rate established for students
35 in the same grade in this subsection (5) by 3.69 percent for career and
36 technical education students, and 21.92 percent for skill center
37 students.

38 (6) FRINGE BENEFIT ALLOCATIONS

1 Fringe benefit allocations shall be calculated at a rate of 16.33
 2 percent in the 2011-12 school year and 16.34 percent in the 2012-13
 3 school year for certificated salary allocations provided under
 4 subsections (2), (3), and (5) of this section, and a rate of 18.73
 5 percent in the 2011-12 school year and 18.73 percent in the 2012-13
 6 school year for classified salary allocations provided under
 7 subsections (4) and (5) of this section.

8
 9 (7) INSURANCE BENEFIT ALLOCATIONS

10 Insurance benefit allocations shall be calculated at the
 11 maintenance rate specified in section 504 of this act, based on the
 12 number of benefit units determined as follows:

13 (a) The number of certificated staff units determined in
 14 subsections (2), (3), and (5) of this section; and

15 (b) The number of classified staff units determined in subsections
 16 (4) and (5) of this section multiplied by 1.152. This factor is
 17 intended to adjust allocations so that, for the purposes of
 18 distributing insurance benefits, full-time equivalent classified
 19 employees may be calculated on the basis of 1440 hours of work per
 20 year, with no individual employee counted as more than one full-time
 21 equivalent.

22 (8) MATERIALS, SUPPLIES, AND OPERATING COSTS (MSOC) ALLOCATIONS

23 Funding is allocated per annual average full-time equivalent
 24 student for the materials, supplies, and operating costs (MSOC)
 25 incurred by school districts, consistent with the requirements of RCW
 26 28A.150.260.

27 (a) MSOC funding for general education students are allocated at
 28 the following per student rates:

29 MSOC RATES/STUDENT FTE

30			
31	MSOC Component	2011-12	2012-13
32		SCHOOL YEAR	SCHOOL YEAR
33			
34	Technology	\$57.42	\$58.28
35	Utilities and Insurance	\$156.03	\$158.37

1	Curriculum and Textbooks	\$61.65	\$62.58
2	Other Supplies and Library Materials	\$130.89	\$132.85
3	Instructional Professional Development for Certificated		
4	and Classified Staff	\$9.53	\$9.68
5	Facilities Maintenance	\$77.30	\$78.46
6	Security and Central Office	\$53.55	\$54.35
7	TOTAL BASIC EDUCATION MSOC/STUDENT FTE	\$546.37	\$554.57

8 (b) Students in approved skill center programs generate per student
9 FTE MSOC allocations which equal the rate for general education
10 students calculated in (a) of this subsection, multiplied by a factor
11 of 2.171.

12 (c) Students in approved exploratory and preparatory career and
13 technical education programs generate a per student MSOC allocation
14 that is equal to the rate for general education students calculated in
15 (a) of this subsection, multiplied by a factor of 2.442.

16 (d) Students in laboratory science courses generate per student FTE
17 MSOC allocations which equal the per student FTE rate for general
18 education students established in (a) of this subsection.

19 (9) SUBSTITUTE TEACHER ALLOCATIONS

20 For the 2011-12 and 2012-13 school years, funding for substitute
21 costs for classroom teachers is based on four (4) funded substitute
22 days per classroom teacher unit generated under subsection (2) of this
23 section, at a daily substitute rate of \$151.86.

24 (10) ALTERNATIVE LEARNING EXPERIENCE PROGRAM FUNDING

25 (a) Amounts provided in this section are adjusted to reflect
26 provisions of House Bill No. 2065 (allocation of funding for funding
27 for students enrolled in alternative learning experiences).

28 (b) The superintendent of public instruction shall require all
29 districts receiving general apportionment funding for alternative
30 learning experience (ALE) programs as defined in WAC 392-121-182 to
31 provide separate financial accounting of expenditures for the ALE
32 programs offered in district or with a provider, including but not
33 limited to private companies and multidistrict cooperatives, as well as
34 accurate, monthly headcount and FTE enrollment claimed for basic
35 education, including separate counts of resident and nonresident
36 students.

1 (11) VOLUNTARY FULL DAY KINDERGARTEN PROGRAMS

2 Funding in this section is sufficient to fund voluntary full day
3 kindergarten programs in qualifying high poverty schools, pursuant to
4 RCW 28A.150.220 and 28A.150.315. Each kindergarten student who enrolls
5 for the voluntary full-day program in a qualifying school shall count
6 as one-half of one full-time equivalent student for purpose of making
7 allocations under this section. Funding in this section provides full-
8 day kindergarten programs for 21 percent of kindergarten enrollment in
9 the 2011-12 school year, and 22 percent in the 2012-13 school year.
10 Funding priority shall be given to schools with the highest poverty
11 levels, as measured by prior year free and reduced price lunch
12 eligibility rates in each school. Funding in this section is
13 sufficient to fund voluntary full day kindergarten programs for July
14 and August of the 2010-11 school year.

15 (12) ADDITIONAL FUNDING FOR SMALL SCHOOL DISTRICTS AND REMOTE AND
16 NECESSARY PLANTS

17 For small school districts and remote and necessary school plants
18 within any district which have been judged to be remote and necessary
19 by the superintendent of public instruction, additional staff units are
20 provided to ensure a minimum level of staffing support. Additional
21 administrative and certificated instructional staff units provided to
22 districts in this subsection shall be reduced by the general education
23 staff units, excluding career and technical education and skills center
24 enhancement units, otherwise provided in subsections (2) through (5) of
25 this section on a per district basis.

26 (a) For districts enrolling not more than twenty-five average
27 annual full-time equivalent students in grades K-8, and for small
28 school plants within any school district which have been judged to be
29 remote and necessary by the superintendent of public instruction and
30 enroll not more than twenty-five average annual full-time equivalent
31 students in grades K-8:

32 (i) For those enrolling no students in grades 7 and 8, 1.76
33 certificated instructional staff units and 0.24 certificated
34 administrative staff units for enrollment of not more than five
35 students, plus one-twentieth of a certificated instructional staff unit
36 for each additional student enrolled; and

37 (ii) For those enrolling students in grades 7 or 8, 1.68
38 certificated instructional staff units and 0.32 certificated

1 administrative staff units for enrollment of not more than five
2 students, plus one-tenth of a certificated instructional staff unit for
3 each additional student enrolled;

4 (b) For specified enrollments in districts enrolling more than
5 twenty-five but not more than one hundred average annual full-time
6 equivalent students in grades K-8, and for small school plants within
7 any school district which enroll more than twenty-five average annual
8 full-time equivalent students in grades K-8 and have been judged to be
9 remote and necessary by the superintendent of public instruction:

10 (i) For enrollment of up to sixty annual average full-time
11 equivalent students in grades K-6, 2.76 certificated instructional
12 staff units and 0.24 certificated administrative staff units; and

13 (ii) For enrollment of up to twenty annual average full-time
14 equivalent students in grades 7 and 8, 0.92 certificated instructional
15 staff units and 0.08 certificated administrative staff units;

16 (c) For districts operating no more than two high schools with
17 enrollments of less than three hundred average annual full-time
18 equivalent students, for enrollment in grades 9-12 in each such school,
19 other than alternative schools, except as noted in this subsection:

20 (i) For remote and necessary schools enrolling students in any
21 grades 9-12 but no more than twenty-five average annual full-time
22 equivalent students in grades K-12, four and one-half certificated
23 instructional staff units and one-quarter of a certificated
24 administrative staff unit;

25 (ii) For all other small high schools under this subsection, nine
26 certificated instructional staff units and one-half of a certificated
27 administrative staff unit for the first sixty average annual full-time
28 equivalent students, and additional staff units based on a ratio of
29 0.8732 certificated instructional staff units and 0.1268 certificated
30 administrative staff units per each additional forty-three and one-half
31 average annual full-time equivalent students;

32 (iii) Districts receiving staff units under this subsection shall
33 add students enrolled in a district alternative high school and any
34 grades nine through twelve alternative learning experience programs
35 with the small high school enrollment for calculations under this
36 subsection;

37 (d) For each nonhigh school district having an enrollment of more
38 than seventy annual average full-time equivalent students and less than

1 one hundred eighty students, operating a grades K-8 program or a grades
2 1-8 program, an additional one-half of a certificated instructional
3 staff unit;

4 (e) For each nonhigh school district having an enrollment of more
5 than fifty annual average full-time equivalent students and less than
6 one hundred eighty students, operating a grades K-6 program or a grades
7 1-6 program, an additional one-half of a certificated instructional
8 staff unit;

9 (f)(i) For enrollments generating certificated staff unit
10 allocations under (a) through (e) of this subsection, one classified
11 staff unit for each 2.94 certificated staff units allocated under such
12 subsections;

13 (ii) For each nonhigh school district with an enrollment of more
14 than fifty annual average full-time equivalent students and less than
15 one hundred eighty students, an additional one-half of a classified
16 staff unit; and

17 (g) School districts receiving additional staff units to support
18 small student enrollments and remote and necessary plants under
19 subsection (12) of this section shall generate additional MSOC
20 allocations consistent with the nonemployee related costs (NERC)
21 allocation formula in place for the 2010-11 school year as provided
22 section 502, chapter 37, Laws of 2010 1st sp. sess. (2010 supplemental
23 budget), adjusted annually for inflation.

24 (13) Any school district board of directors may petition the
25 superintendent of public instruction by submission of a resolution
26 adopted in a public meeting to reduce or delay any portion of its basic
27 education allocation for any school year. The superintendent of public
28 instruction shall approve such reduction or delay if it does not impair
29 the district's financial condition. Any delay shall not be for more
30 than two school years. Any reduction or delay shall have no impact on
31 levy authority pursuant to RCW 84.52.0531 and local effort assistance
32 pursuant to chapter 28A.500 RCW.

33 (14) The superintendent may distribute funding for the following
34 programs outside the basic education formula during fiscal years 2012
35 and 2013 as follows:

36 (a) \$589,000 of the general fund--state appropriation for fiscal
37 year 2012 and \$598,000 of the general fund--state appropriation for

1 fiscal year 2013 are provided solely for fire protection for school
2 districts located in a fire protection district as now or hereafter
3 established pursuant to chapter 52.04 RCW.

4 (b) \$436,000 of the general fund--state appropriation for fiscal
5 year 2012 and \$436,000 of the general fund--state appropriation for
6 fiscal year 2013 are provided solely for programs providing skills
7 training for secondary students who are enrolled in extended day
8 school-to-work programs, as approved by the superintendent of public
9 instruction. The funds shall be allocated at a rate not to exceed \$500
10 per full-time equivalent student enrolled in those programs.

11 (c) Funding in this section is sufficient to fund adjustments to
12 school districts' allocations resulting from the implementation of the
13 prototypical school funding formula, pursuant to chapter 236, Laws of
14 2010 (K-12 education funding). The funding in this section is intended
15 to hold school districts harmless in total for funding changes
16 resulting from conversion to the prototypical school formula in the
17 general apportionment program, the learning assistance program, the
18 transitional bilingual program, and the highly capable program, after
19 adjustment for changes in enrollment and other caseload adjustments.

20 (15) \$208,000 of the general fund--state appropriation for fiscal
21 year 2012 and \$211,000 of the general fund--state appropriation for
22 fiscal year 2013 are provided solely for school district emergencies as
23 certified by the superintendent of public instruction. At the close of
24 the fiscal year the superintendent of public instruction shall report
25 to the office of financial management and the appropriate fiscal
26 committees of the legislature on the allocations provided to districts
27 and the nature of the emergency.

28 (16) Funding in this section is sufficient to fund a maximum of
29 1.6 FTE enrollment for skills center students pursuant to chapter 463,
30 Laws of 2007.

31 (17) Beginning in the 2011-12 school year, students participating
32 in running start programs may be funded up to a combined maximum
33 enrollment of 1.2 FTE including school district and institution of
34 higher education enrollment. In calculating the combined 1.2 FTE, the
35 office of the superintendent of public instruction may average the
36 participating student's September through June enrollment to account
37 for differences in the start and end dates for courses provided by the
38 high school and higher education institution. Additionally, the office

1 of the superintendent of public instruction, in consultation with the
2 state board for community and technical colleges, the higher education
3 coordinating board, and the education data center, shall annually track
4 and report to the fiscal committees of the legislature on the combined
5 FTE experience of students participating in the running start program,
6 including course load analyses at both the high school and community
7 and technical college system.

8 (18) If two or more school districts consolidate and each district
9 was receiving additional basic education formula staff units pursuant
10 to subsection (12) of this section, the following apply:

11 (a) For three school years following consolidation, the number of
12 basic education formula staff units shall not be less than the number
13 of basic education formula staff units received by the districts in the
14 school year prior to the consolidation; and

15 (b) For the fourth through eighth school years following
16 consolidation, the difference between the basic education formula staff
17 units received by the districts for the school year prior to
18 consolidation and the basic education formula staff units after
19 consolidation pursuant to subsection (12) of this section shall be
20 reduced in increments of twenty percent per year.

21 (19)(a) Indirect cost charges by a school district to approved
22 career and technical education middle and secondary programs shall not
23 exceed 15 percent of the combined basic education and career and
24 technical education program enhancement allocations of state funds.
25 Middle and secondary career and technical education programs are
26 considered separate programs for funding and financial reporting
27 purposes under this section.

28 (b) Career and technical education program full-time equivalent
29 enrollment shall be reported on the same monthly basis as the
30 enrollment for students eligible for basic support, and payments shall
31 be adjusted for reported career and technical education program
32 enrollments on the same monthly basis as those adjustments for
33 enrollment for students eligible for basic support.

34 **Sec. 1503.** 2012 2nd sp.s. c 7 s 503 (uncodified) is amended to
35 read as follows:

36 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--BASIC EDUCATION EMPLOYEE**
37 **COMPENSATION**

1 (1) The following calculations determine the salaries used in the
2 state allocations for certificated instructional, certificated
3 administrative, and classified staff units as provided in RCW
4 28A.150.280 and under section 503 of this act:

5 (a) Salary allocations for certificated instructional staff units
6 are determined for each district by multiplying the district's
7 certificated instructional total base salary shown on LEAP Document 2
8 by the district's average staff mix factor for certificated
9 instructional staff in that school year, computed using LEAP document
10 1; and

11 (b) Salary allocations for certificated administrative staff units
12 and classified staff units for each district are determined based on
13 the district's certificated administrative and classified salary
14 allocation amounts shown on LEAP Document 2.

15 (2) For the purposes of this section:

16 (a) "LEAP Document 1" means the staff mix factors for certificated
17 instructional staff according to education and years of experience, as
18 developed by the legislative evaluation and accountability program
19 committee on May 23, 2011, at 16:10 hours; and

20 (b) "LEAP Document 2" means the school year salary allocations for
21 certificated administrative staff and classified staff and derived and
22 total base salaries for certificated instructional staff as developed
23 by the legislative evaluation and accountability program committee on
24 May 23, 2011, at 16:10 hours.

25 (3) Incremental fringe benefit factors are applied to salary
26 adjustments at a rate of 15.69 percent for school year 2011-12 and
27 15.70 percent for school year 2012-13 for certificated instructional
28 and certificated administrative staff and 15.23 percent for school year
29 2011-12 and 15.23 percent for the 2012-13 school year for classified
30 staff.

31 (4)(a) Pursuant to RCW 28A.150.410, the following state-wide salary
32 allocation schedules for certificated instructional staff are
33 established for basic education salary allocations:

34 Table Of Total Base Salaries For Certificated Instructional Staff For School Year 2011-12

35 ***Education Experience***

36

1	Years									MA+90
2	of									OR
3	Service	BA	BA+15	BA+30	BA+45	BA+90	BA+135	MA	MA+45	Ph.D.
4	0	33,401	34,303	35,238	36,175	39,180	41,116	40,045	43,051	44,989
5	1	33,851	34,765	35,712	36,690	39,727	41,652	40,490	43,527	45,452
6	2	34,279	35,202	36,159	37,212	40,241	42,186	40,938	43,966	45,912
7	3	34,720	35,653	36,620	37,706	40,729	42,722	41,363	44,384	46,377
8	4	35,153	36,127	37,099	38,224	41,264	43,271	41,808	44,849	46,857
9	5	35,600	36,578	37,561	38,748	41,777	43,824	42,261	45,291	47,339
10	6	36,060	37,017	38,032	39,279	42,293	44,352	42,725	45,740	47,797
11	7	36,868	37,839	38,868	40,182	43,241	45,356	43,594	46,652	48,768
12	8	38,050	39,074	40,127	41,550	44,651	46,844	44,961	48,063	50,254
13	9		40,353	41,459	42,933	46,106	48,373	46,343	49,518	51,785
14	10			42,806	44,387	47,602	49,945	47,798	51,014	53,356
15	11				45,883	49,169	51,558	49,295	52,581	54,969
16	12				47,332	50,777	53,238	50,850	54,188	56,650
17	13					52,425	54,959	52,460	55,836	58,370
18	14					54,081	56,745	54,117	57,600	60,157
19	15					55,488	58,221	55,523	59,098	61,721
20	16 or more					56,597	59,385	56,634	60,279	62,955

Table Of Total Base Salaries For Certificated Instructional Staff For School Year 2012-13

Education Experience

24	Years									MA+90
25	of									OR
26	Service	BA	BA+15	BA+30	BA+45	BA+90	BA+135	MA	MA+45	Ph.D.
27	0	33,401	34,303	35,238	36,175	39,180	41,116	40,045	43,051	44,989
28	1	33,851	34,765	35,712	36,690	39,727	41,652	40,490	43,527	45,452
29	2	34,279	35,202	36,159	37,212	40,241	42,186	40,938	43,966	45,912
30	3	34,720	35,653	36,620	37,706	40,729	42,722	41,363	44,384	46,377
31	4	35,153	36,127	37,099	38,224	41,264	43,271	41,808	44,849	46,857
32	5	35,600	36,578	37,561	38,748	41,777	43,824	42,261	45,291	47,339
33	6	36,060	37,017	38,032	39,279	42,293	44,352	42,725	45,740	47,797
34	7	36,868	37,839	38,868	40,182	43,241	45,356	43,594	46,652	48,768

1	8	38,050	39,074	40,127	41,550	44,651	46,844	44,961	48,063	50,254
2	9		40,353	41,459	42,933	46,106	48,373	46,343	49,518	51,785
3	10			42,806	44,387	47,602	49,945	47,798	51,014	53,356
4	11				45,883	49,169	51,558	49,295	52,581	54,969
5	12				47,332	50,777	53,238	50,850	54,188	56,650
6	13					52,425	54,959	52,460	55,836	58,370
7	14					54,081	56,745	54,117	57,600	60,157
8	15					55,488	58,221	55,523	59,098	61,721
9	16 or more					56,597	59,385	56,634	60,279	62,955

10 (b) As used in this subsection, the column headings "BA+(N)" refer
11 to the number of credits earned since receiving the baccalaureate
12 degree.

13 (c) For credits earned after the baccalaureate degree but before
14 the masters degree, any credits in excess of forty-five credits may be
15 counted after the masters degree. Thus, as used in this subsection,
16 the column headings "MA+(N)" refer to the total of:

- 17 (i) Credits earned since receiving the masters degree; and
- 18 (ii) Any credits in excess of forty-five credits that were earned
19 after the baccalaureate degree but before the masters degree.

20 (5) For the purposes of this section:

21 (a) "BA" means a baccalaureate degree.

22 (b) "MA" means a masters degree.

23 (c) "PHD" means a doctorate degree.

24 (d) "Years of service" shall be calculated under the same rules
25 adopted by the superintendent of public instruction.

26 (e) "Credits" means college quarter hour credits and equivalent
27 in-service credits computed in accordance with RCW 28A.415.020 and
28 28A.415.023.

29 (6) No more than ninety college quarter-hour credits received by
30 any employee after the baccalaureate degree may be used to determine
31 compensation allocations under the state salary allocation schedule and
32 LEAP documents referenced in this part V, or any replacement schedules
33 and documents, unless:

34 (a) The employee has a masters degree; or

35 (b) The credits were used in generating state salary allocations
36 before January 1, 1992.

1 (7) The salary allocation schedules established in this section are
2 for allocation purposes only except as provided in RCW 28A.400.200(2).

3 **Sec. 1504.** 2012 2nd sp.s. c 7 s 504 (uncodified) is amended to
4 read as follows:

5 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL EMPLOYEE**
6 **COMPENSATION ADJUSTMENTS**

7 General Fund--Federal Appropriation \$2,000

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

10 (1)(a) Additional salary adjustments as necessary to fund the base
11 salaries for certificated instructional staff as listed for each
12 district in LEAP Document 2, defined in section 504(2)(b) of this act.
13 Allocations for these salary adjustments shall be provided to all
14 districts that are not grandfathered to receive salary allocations
15 above the statewide salary allocation schedule, and to certain
16 grandfathered districts to the extent necessary to ensure that salary
17 allocations for districts that are currently grandfathered do not fall
18 below the statewide salary allocation schedule.

19 (b) Additional salary adjustments to certain districts as necessary
20 to fund the per full-time-equivalent salary allocations for
21 certificated administrative staff as listed for each district in LEAP
22 Document 2, defined in section 504(2)(b) of this act.

23 (c) Additional salary adjustments to certain districts as necessary
24 to fund the per full-time-equivalent salary allocations for classified
25 staff as listed for each district in LEAP Document 2, defined in
26 section 504(2)(b) of this act.

27 (d) The appropriations in this subsection (1) include associated
28 incremental fringe benefit allocations at 15.69 percent for the 2011-12
29 school year and 15.70 percent for the 2012-13 school year for
30 certificated instructional and certificated administrative staff and
31 15.23 percent for the 2011-12 school year and 15.23 percent for the
32 2012-13 school year for classified staff.

33 (e) The appropriations in this section include the increased or
34 decreased portion of salaries and incremental fringe benefits for all
35 relevant state-funded school programs in part V of this act. Changes
36 for general apportionment (basic education) are based on the salary
37 allocation schedules and methodology in sections 503 and 504 of this

1 act. Changes for special education result from changes in each
2 district's basic education allocation per student. Changes for
3 educational service districts and institutional education programs are
4 determined by the superintendent of public instruction using the
5 methodology for general apportionment salaries and benefits in sections
6 503 and 504 of this act.

7 (f) The appropriations in this section include no salary
8 adjustments for substitute teachers.

9 (2) The maintenance rate for insurance benefit allocations is
10 \$768.00 per month for the 2011-12 and 2012-13 school years. The
11 appropriations in this section reflect the incremental change in cost
12 of allocating rates of \$768.00 per month for the 2011-12 school year
13 and \$768.00 per month for the 2012-13 school year.

14 (3) The rates specified in this section are subject to revision
15 each year by the legislature.

16 **Sec. 1505.** 2012 2nd sp.s. c 7 s 505 (uncodified) is amended to
17 read as follows:

18	FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PUPIL TRANSPORTATION	
19	General Fund--State Appropriation (FY 2012)	\$322,243,000
20	General Fund--State Appropriation (FY 2013)	(\$273,642,000)
21		<u>\$273,893,000</u>
22	TOTAL APPROPRIATION	(\$595,885,000)
23		<u>\$596,136,000</u>

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

26 (1) Each general fund fiscal year appropriation includes such funds
27 as are necessary to complete the school year ending in the fiscal year
28 and for prior fiscal year adjustments.

29 (2)(a) For the 2011-12 and 2012-13 school years, the superintendent
30 shall allocate funding to school district programs for the
31 transportation of students as provided in RCW 28A.160.192.

32 (b) From July 1, 2011 to August 31, 2011, the superintendent shall
33 allocate funding to school districts programs for the transportation of
34 students as provided in section 505, chapter 564, Laws of 2009, as
35 amended through section 1404 of this act.

36 (3) Any amounts appropriated for maintenance level funding for
37 pupil transportation that exceed actual maintenance level expenditures

1 as calculated under the funding formula that takes effect September 1,
2 2011, shall be distributed to districts according to RCW
3 28A.160.192(2)(b).

4 (4) A maximum of \$892,000 of this fiscal year 2012 appropriation
5 and a maximum of \$892,000 of the fiscal year 2013 appropriation may be
6 expended for regional transportation coordinators and related
7 activities. The transportation coordinators shall ensure that data
8 submitted by school districts for state transportation funding shall,
9 to the greatest extent practical, reflect the actual transportation
10 activity of each district.

11 (5) The office of the superintendent of public instruction shall
12 provide reimbursement funding to a school district for school bus
13 purchases only after the superintendent of public instruction
14 determines that the school bus was purchased from the list established
15 pursuant to RCW 28A.160.195(2) or a comparable competitive bid process
16 based on the lowest price quote based on similar bus categories to
17 those used to establish the list pursuant to RCW 28A.160.195.

18 (6) The superintendent of public instruction shall base
19 depreciation payments for school district buses on the pre-sales tax
20 five-year average of lowest bids in the appropriate category of bus.
21 In the final year on the depreciation schedule, the depreciation
22 payment shall be based on the lowest bid in the appropriate bus
23 category for that school year.

24 (7) Funding levels in this section reflect waivers granted by the
25 state board of education for four-day school weeks as allowed under RCW
26 28A.305.141.

27 (8) Starting with the 2012-13 school year, the office of the
28 superintendent of public instruction shall disburse payments for bus
29 depreciation in August.

30 **Sec. 1506.** 2011 2nd sp.s. c 9 s 506 (uncodified) is amended to
31 read as follows:

32 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL FOOD SERVICE**
33 **PROGRAMS**

34	General Fund--State Appropriation (FY 2012)	\$7,111,000
35	General Fund--State Appropriation (FY 2013)	\$7,111,000
36	General Fund--Federal Appropriation	(\$436,400,000)
37		<u>\$506,000,000</u>

1 TOTAL APPROPRIATION ((~~\$450,622,000~~))
2 \$520,222,000

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

5 (1) \$7,111,000 of the general fund--state appropriation for fiscal
6 year 2012 and \$7,111,000 of the general fund--state appropriation for
7 fiscal year 2013 are provided solely for state matching money for
8 federal child nutrition programs, and may support the meals for kids
9 program through the following allowable uses:

10 (a) Elimination of breakfast copays for eligible public school
11 students and lunch copays for eligible public school students in grades
12 kindergarten through third grade who are eligible for reduced price
13 lunch;

14 (b) Assistance to school districts and authorized public and
15 private nonprofit organizations for supporting summer food service
16 programs, and initiating new summer food service programs in low-income
17 areas;

18 (c) Reimbursements to school districts for school breakfasts served
19 to students eligible for free and reduced price lunch, pursuant to
20 chapter 287, Laws of 2005; and

21 (d) Assistance to school districts in initiating and expanding
22 school breakfast programs.

23 The office of the superintendent of public instruction shall report
24 annually to the fiscal committees of the legislature on annual
25 expenditures in (a), (b), and (c) of this subsection.

26 **Sec. 1507.** 2012 2nd sp.s. c 7 s 506 (uncodified) is amended to
27 read as follows:

28 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SPECIAL EDUCATION**
29 **PROGRAMS**

30	General Fund--State Appropriation (FY 2012)	\$648,369,000
31	General Fund--State Appropriation (FY 2013)	((\$679,832,000))
32		<u>\$659,919,000</u>
33	General Fund--Federal Appropriation	((\$486,922,000))
34		<u>\$495,922,000</u>
35	Education Legacy Trust Account--State Appropriation	\$756,000
36	TOTAL APPROPRIATION	((\$1,815,879,000))
37		<u>\$1,804,966,000</u>

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

3 (1) Funding for special education programs is provided on an excess
4 cost basis, pursuant to RCW 28A.150.390. School districts shall ensure
5 that special education students as a class receive their full share of
6 the general apportionment allocation accruing through sections 502 and
7 504 of this act. To the extent a school district cannot provide an
8 appropriate education for special education students under chapter
9 28A.155 RCW through the general apportionment allocation, it shall
10 provide services through the special education excess cost allocation
11 funded in this section.

12 (2)(a) The superintendent of public instruction shall ensure that:

13 (i) Special education students are basic education students first;

14 (ii) As a class, special education students are entitled to the
15 full basic education allocation; and

16 (iii) Special education students are basic education students for
17 the entire school day.

18 (b) The superintendent of public instruction shall continue to
19 implement the full cost method of excess cost accounting, as designed
20 by the committee and recommended by the superintendent, pursuant to
21 section 501(1)(k), chapter 372, Laws of 2006.

22 (c) Beginning with the 2010-11 school year award cycle, the office
23 of the superintendent of public instruction shall make award
24 determinations for state safety net funding in August of each school
25 year. Determinations on school district eligibility for state safety
26 net awards shall be based on analysis of actual expenditure data from
27 the current school year.

28 (3) Each fiscal year appropriation includes such funds as are
29 necessary to complete the school year ending in the fiscal year and for
30 prior fiscal year adjustments.

31 (4)(a) For the 2011-12 and 2012-13 school years, the superintendent
32 shall allocate funding to school district programs for special
33 education students as provided in RCW 28A.150.390.

34 (b) From July 1, 2011 to August 31, 2011, the superintendent shall
35 allocate funding to school district programs for special education
36 students as provided in section 507, chapter 564, Laws of 2009, as
37 amended through section 1406 of this act.

1 (5) The following applies throughout this section: The definitions
2 for enrollment and enrollment percent are as specified in RCW
3 28A.150.390(3). Each district's general fund--state funded special
4 education enrollment shall be the lesser of the district's actual
5 enrollment percent or 12.7 percent.

6 (6) At the request of any interdistrict cooperative of at least 15
7 districts in which all excess cost services for special education
8 students of the districts are provided by the cooperative, the maximum
9 enrollment percent shall be calculated in accordance with RCW
10 28A.150.390(3) (c) and (d), and shall be calculated in the aggregate
11 rather than individual district units. For purposes of this
12 subsection, the average basic education allocation per full-time
13 equivalent student shall be calculated in the aggregate rather than
14 individual district units.

15 (7) \$8,914,000 of the general fund--state appropriation for fiscal
16 year 2012, (~~(\$34,200,000)~~) \$9,469,000 of the general fund--state
17 appropriation for fiscal year 2013, and (~~(\$29,574,000)~~) \$32,574,000 of
18 the general fund--federal appropriation are provided solely for safety
19 net awards for districts with demonstrated needs for special education
20 funding beyond the amounts provided in subsection (4) of this section.
21 If the federal safety net awards based on the federal eligibility
22 threshold exceed the federal appropriation in this subsection (7) in
23 any fiscal year, the superintendent shall expend all available federal
24 discretionary funds necessary to meet this need. At the conclusion of
25 each school year, the superintendent shall recover safety net funds
26 that were distributed prospectively but for which districts were not
27 subsequently eligible.

28 (a) For the 2011-12 and 2012-13 school years, safety net funds
29 shall be awarded by the state safety net oversight committee as
30 provided in section 109(1) chapter 548, Laws of 2009 (ESHB 2261).

31 (b) From July 1, 2011 to August 31, 2011, the superintendent shall
32 operate the safety net oversight committee and shall award safety net
33 funds as provided in section 507, chapter 564, Laws of 2009, as amended
34 through section 1406 of this act.

35 (8) A maximum of \$678,000 may be expended from the general fund--
36 state appropriations to fund 5.43 full-time equivalent teachers and 2.1
37 full-time equivalent aides at children's orthopedic hospital and

1 medical center. This amount is in lieu of money provided through the
2 home and hospital allocation and the special education program.

3 (9) The superintendent shall maintain the percentage of federal
4 flow-through to school districts at 85 percent. In addition to other
5 purposes, school districts may use increased federal funds for high-
6 cost students, for purchasing regional special education services from
7 educational service districts, and for staff development activities
8 particularly relating to inclusion issues.

9 (10) A school district may carry over from one year to the next
10 year up to 10 percent of the general fund--state funds allocated under
11 this program; however, carryover funds shall be expended in the special
12 education program.

13 (11) \$251,000 of the general fund--state appropriation for fiscal
14 year 2012 and \$251,000 of the general fund--state appropriation for
15 fiscal year 2013 are provided solely for two additional full-time
16 equivalent staff to support the work of the safety net committee and to
17 provide training and support to districts applying for safety net
18 awards.

19 (12) \$50,000 of the general fund--state appropriation for fiscal
20 year 2012, \$50,000 of the general fund--state appropriation for fiscal
21 year 2013, and \$100,000 of the general fund--federal appropriation
22 shall be expended to support a special education ombudsman program
23 within the office of superintendent of public instruction.

24 **Sec. 1508.** 2012 2nd sp.s. c 7 s 507 (uncodified) is amended to
25 read as follows:

26 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR EDUCATIONAL SERVICE**
27 **DISTRICTS**

28	General Fund--State Appropriation (FY 2012)	\$7,894,000
29	General Fund--State Appropriation (FY 2013)	(\$7,912,000)
30		<u>\$7,895,000</u>
31	TOTAL APPROPRIATION	(\$15,806,000)
32		<u>\$15,789,000</u>

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

35 (1) The educational service districts shall continue to furnish
36 financial services required by the superintendent of public instruction
37 and RCW 28A.310.190 (3) and (4).

1 (2) Funding within this section is provided for regional
2 professional development related to mathematics and science curriculum
3 and instructional strategies. Funding shall be distributed among the
4 educational service districts in the same proportion as distributions
5 in the 2007-2009 biennium. Each educational service district shall use
6 this funding solely for salary and benefits for a certificated
7 instructional staff with expertise in the appropriate subject matter
8 and in professional development delivery, and for travel, materials,
9 and other expenditures related to providing regional professional
10 development support.

11 (3) The educational service districts, at the request of the state
12 board of education pursuant to RCW 28A.310.010 and (~~28A.310.340~~)
13 28A.305.130, may receive and screen applications for school
14 accreditation, conduct school accreditation site visits pursuant to
15 state board of education rules, and submit to the state board of
16 education post-site visit recommendations for school accreditation.
17 The educational service districts may assess a cooperative service fee
18 to recover actual plus reasonable indirect costs for the purposes of
19 this subsection.

20 **Sec. 1509.** 2012 2nd sp.s. c 7 s 508 (uncodified) is amended to
21 read as follows:

22 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR LOCAL EFFORT**
23 **ASSISTANCE**

24	General Fund--State Appropriation (FY 2012)	\$300,768,000
25	General Fund--State Appropriation (FY 2013)	((\$298,166,000))
26		<u>\$299,537,000</u>
27	General Fund--Federal Appropriation	\$4,400,000
28	TOTAL APPROPRIATION	((\$603,334,000))
29		<u>\$604,705,000</u>

30 The appropriations in this section are subject to the following
31 conditions and limitations: For purposes of RCW 84.52.0531, the
32 increase per full-time equivalent student is 3 percent from the 2010-11
33 school year to the 2011-12 school year and 5 percent from the 2011-12
34 school year to the 2012-13 school year.

35 **Sec. 1510.** 2012 2nd sp.s. c 7 s 509 (uncodified) is amended to
36 read as follows:

1 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR INSTITUTIONAL**
2 **EDUCATION PROGRAMS**

3	General Fund--State Appropriation (FY 2012)	\$16,694,000
4	General Fund--State Appropriation (FY 2013)	(\$15,867,000)
5		<u>\$14,547,000</u>
6	TOTAL APPROPRIATION	(\$32,561,000)
7		<u>\$31,241,000</u>

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

10 (1) Each general fund--state fiscal year appropriation includes
11 such funds as are necessary to complete the school year ending in the
12 fiscal year and for prior fiscal year adjustments.

13 (2) State funding provided under this section is based on salaries
14 and other expenditures for a 220-day school year. The superintendent
15 of public instruction shall monitor school district expenditure plans
16 for institutional education programs to ensure that districts plan for
17 a full-time summer program.

18 (3) State funding for each institutional education program shall be
19 based on the institution's annual average full-time equivalent student
20 enrollment. Staffing ratios for each category of institution shall
21 remain the same as those funded in the 1995-97 biennium.

22 (4) The funded staffing ratios for education programs for juveniles
23 age 18 or less in department of corrections facilities shall be the
24 same as those provided in the 1997-99 biennium.

25 (5) \$586,000 of the general fund--state appropriation for fiscal
26 year 2012 and ~~(\$549,000)~~ \$899,000 of the general fund--state
27 appropriation for fiscal year 2013 are provided solely to maintain at
28 least one certificated instructional staff and related support services
29 at an institution whenever the K-12 enrollment is not sufficient to
30 support one full-time equivalent certificated instructional staff to
31 furnish the educational program. The following types of institutions
32 are included: Residential programs under the department of social and
33 health services for developmentally disabled juveniles, programs for
34 juveniles under the department of corrections, programs for juveniles
35 under the juvenile rehabilitation administration, and programs for
36 juveniles operated by city and county jails.

37 (6) Ten percent of the funds allocated for each institution may be
38 carried over from one year to the next.

1 **Sec. 1511.** 2012 2nd sp.s. c 7 s 510 (uncodified) is amended to
2 read as follows:

3 **FOR PROGRAMS FOR HIGHLY CAPABLE STUDENTS**

4	General Fund--State Appropriation (FY 2012)	\$8,745,000
5	General Fund--State Appropriation (FY 2013)	(\$8,788,000)
6		<u>\$9,159,000</u>
7	TOTAL APPROPRIATION	(\$17,533,000)
8		<u>\$17,904,000</u>

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

11 (1) Each general fund fiscal year appropriation includes such funds
12 as are necessary to complete the school year ending in the fiscal year
13 and for prior fiscal year adjustments.

14 (2)(a) For the 2011-12 and 2012-13 school years, the superintendent
15 shall allocate funding to school district programs for highly capable
16 students as provided in RCW 28A.150.260(10)(c). In calculating the
17 allocations, the superintendent shall assume the following: (i)
18 Additional instruction of 2.1590 hours per week per funded highly
19 capable program student; (ii) fifteen highly capable program students
20 per teacher; (iii) 36 instructional weeks per year; (iv) 900
21 instructional hours per teacher; and (v) the district's average staff
22 mix and compensation rates as provided in sections 503 and 504 of this
23 act.

24 (b) From July 1, 2011, to August 31, 2011, the superintendent shall
25 allocate funding to school districts programs for highly capable
26 students as provided in section 511, chapter 564, Laws of 2009, as
27 amended through section 1409 of this act.

28 (3) \$85,000 of the general fund--state appropriation for fiscal
29 year 2012 and \$85,000 of the general fund--state appropriation for
30 fiscal year 2013 are provided solely for the centrum program at Fort
31 Worden state park.

32 **Sec. 1512.** 2011 2nd sp.s. c 9 s 512 (uncodified) is amended to
33 read as follows:

34 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR MISCELLANEOUS--NO**
35 **CHILD LEFT BEHIND ACT**

36	General Fund--Federal Appropriation	\$6,152,000
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1 **Sec. 1513.** 2012 2nd sp.s. c 7 s 513 (uncodified) is amended to
2 read as follows:

3 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--EDUCATION REFORM**
4 **PROGRAMS**

5	General Fund--State Appropriation (FY 2012)	\$58,078,000
6	General Fund--State Appropriation (FY 2013)	(\$103,655,000)
7		<u>\$103,455,000</u>
8	General Fund--Federal Appropriation	\$219,147,000
9	General Fund--Private/Local Appropriation	\$4,000,000
10	Education Legacy Trust Account--State Appropriation	\$1,596,000
11	TOTAL APPROPRIATION	(\$386,476,000)
12		<u>\$386,276,000</u>

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

15 (1) \$40,822,000 of the general fund--state appropriation for fiscal
16 year 2012, \$41,614,000 of the general fund--state appropriation for
17 fiscal year 2013, \$1,350,000 of the education legacy trust
18 account--state appropriation, and \$15,868,000 of the general fund--
19 federal appropriation are provided solely for development and
20 implementation of the Washington state assessment system, including:
21 (a) Development and implementation of retake assessments for high
22 school students who are not successful in one or more content areas and
23 (b) development and implementation of alternative assessments or
24 appeals procedures to implement the certificate of academic
25 achievement. The superintendent of public instruction shall report
26 quarterly on the progress on development and implementation of
27 alternative assessments or appeals procedures. Within these amounts,
28 the superintendent of public instruction shall contract for the early
29 return of 10th grade student assessment results, on or around June 10th
30 of each year. State funding shall be limited to one collection of
31 evidence payment per student, per content-area assessment.

32 (2) \$356,000 of the general fund--state appropriation for fiscal
33 year 2012 and \$356,000 of the general fund--state appropriation for
34 fiscal year 2013 are provided solely for the Washington state
35 leadership and assistance for science education reform (LASER) regional
36 partnership activities coordinated at the Pacific science center,
37 including instructional material purchases, teacher and principal
38 professional development, and school and community engagement events.

1 (3) \$980,000 of the general fund--state appropriation for fiscal
2 year 2012 and \$980,000 of the general fund--state appropriation for
3 fiscal year 2013 are provided solely for improving technology
4 infrastructure, monitoring and reporting on school district technology
5 development, promoting standards for school district technology,
6 promoting statewide coordination and planning for technology
7 development, and providing regional educational technology support
8 centers, including state support activities, under chapter 28A.650 RCW.

9 (4) \$3,852,000 of the general fund--state appropriation for fiscal
10 year 2012 and \$2,624,000 of the general fund--state appropriation for
11 fiscal year 2013 are provided solely for continued implementation of
12 chapter 235, Laws of 2010 (education reform) including development of
13 new performance-based evaluation systems for certificated educators.

14 (5)(a) \$39,296,000 of the general fund--state appropriation for
15 fiscal year 2013 is provided solely for the following bonuses for
16 teachers who hold valid, unexpired certification from the national
17 board for professional teaching standards and who are teaching in a
18 Washington public school, subject to the following conditions and
19 limitations:

20 (i) For national board certified teachers, a bonus of \$5,090 per
21 teacher in the 2011-12 and 2012-13 school years, adjusted for inflation
22 in each school year in which Initiative 732 cost of living adjustments
23 are provided;

24 (ii) An additional \$5,000 annual bonus shall be paid to national
25 board certified teachers who teach in either: (A) High schools where
26 at least 50 percent of student headcount enrollment is eligible for
27 federal free or reduced price lunch, (B) middle schools where at least
28 60 percent of student headcount enrollment is eligible for federal free
29 or reduced price lunch, or (C) elementary schools where at least 70
30 percent of student headcount enrollment is eligible for federal free or
31 reduced price lunch;

32 (iii) The superintendent of public instruction shall adopt rules to
33 ensure that national board certified teachers meet the qualifications
34 for bonuses under (a)(ii) of this subsection for less than one full
35 school year receive bonuses in a pro-rated manner. Beginning in the
36 2011-12 school year, all bonuses in (a)(i) and (ii) of this subsection
37 will be paid in July of each school year. Bonuses in (a)(i) and (ii)

1 of this subsection shall be reduced by a factor of 40 percent for first
2 year NBPTS certified teachers, to reflect the portion of the
3 instructional school year they are certified; and

4 (iv) During the 2011-12 and 2012-13 school years, and within
5 available funds, certificated instructional staff who have met the
6 eligibility requirements and have applied for certification from the
7 national board for professional teaching standards may receive a
8 conditional loan of two thousand dollars or the amount set by the
9 office of the superintendent of public instruction to contribute toward
10 the current assessment fee, not including the initial up-front
11 candidacy payment. The fee shall be an advance on the first annual
12 bonus under RCW 28A.405.415. The conditional loan is provided in
13 addition to compensation received under a district's salary schedule
14 and shall not be included in calculations of a district's average
15 salary and associated salary limitation under RCW 28A.400.200.
16 Recipients who fail to receive certification after three years are
17 required to repay the conditional loan. The office of the
18 superintendent of public instruction shall adopt rules to define the
19 terms for initial grant of the assessment fee and repayment, including
20 applicable fees. To the extent necessary, the superintendent may use
21 revenues from the repayment of conditional loan scholarships to ensure
22 payment of all national board bonus payments required by this section
23 in each school year.

24 (6) \$477,000 of the general fund--state appropriation for fiscal
25 year 2012 and \$477,000 of the general fund--state appropriation for
26 fiscal year 2013 are provided solely for the leadership internship
27 program for superintendents, principals, and program administrators.

28 (7) \$950,000 of the general fund--state appropriation for fiscal
29 year 2012 and \$950,000 of the general fund--state appropriation for
30 fiscal year 2013 are provided solely for the Washington reading corps.
31 The superintendent shall allocate reading corps members to low-
32 performing schools and school districts that are implementing
33 comprehensive, proven, research-based reading programs. Two or more
34 schools may combine their Washington reading corps programs.

35 (8) \$810,000 of the general fund--state appropriation for fiscal
36 year 2012 and \$810,000 of the general fund--state appropriation for
37 fiscal year 2013 are provided solely for the development of a
38 leadership academy for school principals and administrators. The

1 superintendent of public instruction shall contract with an independent
2 organization to design, field test, and implement a state-of-the-art
3 education leadership academy that will be accessible throughout the
4 state. Initial development of the content of the academy activities
5 shall be supported by private funds. Semiannually the independent
6 organization shall report on amounts committed by foundations and
7 others to support the development and implementation of this program.
8 Leadership academy partners shall include the state level organizations
9 for school administrators and principals, the superintendent of public
10 instruction, the professional educator standards board, and others as
11 the independent organization shall identify.

12 (9) \$3,234,000 of the general fund--state appropriation for fiscal
13 year 2012 and \$3,234,000 of the general fund--state appropriation for
14 fiscal year 2013 are provided solely for grants to school districts to
15 provide a continuum of care for children and families to help children
16 become ready to learn. Grant proposals from school districts shall
17 contain local plans designed collaboratively with community service
18 providers. If a continuum of care program exists in the area in which
19 the school district is located, the local plan shall provide for
20 coordination with existing programs to the greatest extent possible.

21 (10) \$1,500,000 of the general fund--state appropriation for fiscal
22 year 2012 and \$1,500,000 of the general fund--state appropriation for
23 fiscal year 2013 are provided solely for the implementation of chapter
24 288, Laws of 2011 (actual student success program), including
25 allocations to the opportunity internship program, the jobs for
26 America's graduates program, the building bridges program, services
27 provided by a college scholarship organization. Funding shall not be
28 used in the 2011-2013 fiscal biennium to provide awards for schools and
29 school districts.

30 (11) \$859,000 of the general fund--state appropriation for fiscal
31 year 2012, \$808,000 of the general fund--state appropriation for fiscal
32 year 2013, and \$248,000 of the education legacy trust account--state
33 appropriation are for administrative support of education reform
34 programs.

35 (12) \$2,000,000 of the general fund--state appropriation for fiscal
36 year 2012 and \$2,000,000 of the general fund--state appropriation for
37 fiscal year 2013 are provided solely for a statewide information

1 technology (IT) academy program. This public-private partnership will
2 provide educational software, as well as IT certification and software
3 training opportunities for students and staff in public schools.

4 (13) \$977,000 of the general fund--state appropriation for fiscal
5 year 2012 and \$1,077,000 of the general fund--state appropriation for
6 fiscal year 2013 are provided solely for secondary career and technical
7 education grants pursuant to chapter 170, Laws of 2008. If equally
8 matched by private donations, \$300,000 of the 2012 appropriation and
9 \$300,000 of the 2013 appropriation shall be used to support FIRST
10 robotics programs. Of the amounts in this subsection, \$100,000 of the
11 fiscal year 2013 appropriation is provided solely for the purpose of
12 statewide supervision activities for career and technical education
13 student leadership organizations.

14 (14) \$125,000 of the general fund--state appropriation for fiscal
15 year 2012 and \$125,000 of the general fund--state appropriation for
16 fiscal year 2013 are provided solely for (a) staff at the office of the
17 superintendent of public instruction to coordinate and promote efforts
18 to develop integrated math, science, technology, and engineering
19 programs in schools and districts across the state; and (b) grants of
20 \$2,500 to provide twenty middle and high school teachers each year with
21 professional development training for implementing integrated math,
22 science, technology, and engineering programs in their schools.

23 (15) \$135,000 of the general fund--state appropriation for fiscal
24 year 2012 and \$135,000 of the general fund--state appropriation for
25 fiscal year 2013 are provided solely for science, technology,
26 engineering and mathematics lighthouse projects, consistent with
27 chapter 238, Laws of 2010.

28 (16) \$1,000,000 of the general fund--state appropriation for fiscal
29 year 2012 and \$1,000,000 of the general fund--state appropriation for
30 fiscal year 2013 are provided solely for a beginning educator support
31 program. School districts and/or regional consortia may apply for
32 grant funding. The superintendent shall implement this program in 5 to
33 15 school districts and/or regional consortia. The program provided by
34 a district and/or regional consortia shall include: A paid
35 orientation; assignment of a qualified mentor; development of a
36 professional growth plan for each beginning teacher aligned with
37 professional certification; release time for mentors and new teachers

1 to work together; and teacher observation time with accomplished peers.
2 \$250,000 may be used to provide statewide professional development
3 opportunities for mentors and beginning educators.

4 (17) \$5,767,000 of the general fund--state appropriation for fiscal
5 year 2013 is provided solely pursuant to Engrossed Substitute Senate
6 Bill No. 5895 (certificated employee evaluations). If the bill is not
7 enacted by June 30, 2012, the amount provided in this subsection shall
8 lapse.

9 ((+19)) (18) \$250,000 of the general fund--state appropriation for
10 fiscal year 2013 is provided solely for advanced project lead the way
11 courses at ten high schools. To be eligible for funding, a high school
12 must have offered a foundational project lead the way course during the
13 2011-12 school year. The funding must be used for one-time start-up
14 course costs for an advanced project lead the way course, to be offered
15 to students beginning in the 2012-13 school year. The office of the
16 superintendent of public instruction and the education research and
17 data center at the office of financial management shall track student
18 participation and long-term outcome data.

19 ((+20)) (19) \$150,000 of the general fund--state appropriation for
20 fiscal year 2013 is provided solely for aerospace and manufacturing
21 technical programs housed at two skill centers. The one-time funding
22 is provided for start-up equipment and curriculum purchases. To be
23 eligible for funding, the skill center must agree to provide regional
24 high schools with access to a technology laboratory, expand
25 manufacturing certificate and course offerings at the skill center, and
26 provide a laboratory space for local high school teachers to engage in
27 professional development in the instruction of courses leading to
28 student employment certification in the aerospace and manufacturing
29 industries. The office of the superintendent of public instruction
30 shall administer the grants in consultation with the center for
31 excellence for aerospace and advanced materials manufacturing.

32 ((+21)) (20) \$300,000 of the general fund--state appropriation for
33 fiscal year 2013 is provided solely for start-up grants to twelve high
34 schools to implement the aerospace assembler program. Participating
35 high schools must agree to offer the aerospace assembler training
36 program to students by spring semester of school year 2012-13. The
37 office of the superintendent of public instruction and the education

1 research and data center at the office of financial management shall
2 track student participation and long-term outcome data.

3 **Sec. 1514.** 2012 2nd sp.s. c 7 s 512 (uncodified) is amended to
4 read as follows:

5 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRANSITIONAL**
6 **BILINGUAL PROGRAMS**

7	General Fund--State Appropriation (FY 2012)	\$79,575,000
8	General Fund--State Appropriation (FY 2013)	(\$80,666,000)
9		<u>\$83,896,000</u>
10	General Fund--Federal Appropriation	\$71,001,000
11	TOTAL APPROPRIATION	(\$231,242,000)
12		<u>\$234,472,000</u>

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

16 (1) Each general fund fiscal year appropriation includes such funds
17 as are necessary to complete the school year ending in the fiscal year
18 and for prior fiscal year adjustments.

19 (2)(a) For the 2011-12 and 2012-13 school years, the superintendent
20 shall allocate funding to school districts for transitional bilingual
21 programs as provided in RCW 28A.150.260(10)(b). In calculating the
22 allocations, the superintendent shall assume the following averages:
23 (i) Additional instruction of 4.7780 hours per week per transitional
24 bilingual program student; (ii) fifteen transitional bilingual program
25 students per teacher; (iii) 36 instructional weeks per year; (iv) 900
26 instructional hours per teacher; and (v) the district's average staff
27 mix and compensation rates as provided in sections 503 and 504 of this
28 act.

29 (b) From July 1, 2011, to August 31, 2011, the superintendent shall
30 allocate funding to school districts for transitional bilingual
31 instruction programs as provided in section 514, chapter 564, Laws of
32 2009, as amended through section 1411 of this act.

33 (c) The allocations in this section reflect the implementation of
34 a new funding formula for the transitional bilingual instructional
35 program, effective September 1, 2011, as specified in RCW
36 28A.150.260(10)(b).

37 (3) The superintendent may withhold allocations to school districts
38 in subsection (2) of this section solely for the central provision of

1 assessments as provided in RCW 28A.180.090 (1) and (2) up to the
2 following amounts: 2.79 percent for school year 2011-12 and 2.11
3 percent for school year 2012-13.

4 (4) The general fund--federal appropriation in this section is for
5 migrant education under Title I Part C and English language
6 acquisition, and language enhancement grants under Title III of the
7 elementary and secondary education act.

8 (5) In preparing its 2013-15 biennial budget request, the office of
9 the superintendent of public instruction shall prepare for
10 implementation of a funding model for the transitional bilingual
11 program, beginning in school year 2013-14, that is scaled to provide
12 more support to students requiring most intensive intervention,
13 (students with beginning levels of English language proficiency) and
14 less support to students requiring less intervention. The funding
15 model shall also provide up to two years of bonus funding upon
16 successful exit from the bilingual program to facilitate successful
17 transition to a standard program of education.

18 \$35,000 of the general fund--state appropriation for fiscal year
19 2012 and \$35,000 of the general fund--state appropriation for fiscal
20 year 2013 are provided solely to track current and former transitional
21 bilingual program students.

22 **Sec. 1515.** 2012 2nd sp.s. c 7 s 513 (uncodified) is amended to
23 read as follows:

24 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE LEARNING**
25 **ASSISTANCE PROGRAM**

26	General Fund--State Appropriation (FY 2012)	\$102,619,000
27	General Fund--State Appropriation (FY 2013)	(\$128,779,000)
28		<u>\$127,422,000</u>
29	General Fund--Federal Appropriation	(\$492,207,000)
30		<u>\$496,207,000</u>
31	Education Legacy Trust Account--State	
32	Appropriation	\$23,990,000
33	TOTAL APPROPRIATION	(\$747,595,000)
34		<u>\$750,238,000</u>

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

1 (1) The general fund--state appropriations in this section are
2 subject to the following conditions and limitations:

3 (a) The appropriations include such funds as are necessary to
4 complete the school year ending in the fiscal year and for prior fiscal
5 year adjustments.

6 (b)(i) For the 2011-12 and 2012-13 school years, the superintendent
7 shall allocate funding to school districts for learning assistance
8 programs as provided in RCW 28A.150.260(10)(a). In calculating the
9 allocations, the superintendent shall assume the following averages:

10 (A) Additional instruction of 1.51560 hours per week per funded
11 learning assistance program student; (B) fifteen learning assistance
12 program students per teacher; (C) 36 instructional weeks per year; (D)
13 900 instructional hours per teacher; and (E) the district's average
14 staff mix and compensation rates as provided in sections 503 and 504 of
15 this act.

16 (ii) From July 1, 2011, to August 31, 2011, the superintendent
17 shall allocate funding to school districts for learning assistance
18 programs as provided in section 515, chapter 564, Laws of 2009, as
19 amended through section 1412 of this act.

20 (c) A school district's funded students for the learning assistance
21 program shall be the sum of the district's full-time equivalent
22 enrollment in grades K-12 for the prior school year multiplied by the
23 district's percentage of October headcount enrollment in grades K-12
24 eligible for free or reduced price lunch in the prior school year.

25 (2) Allocations made pursuant to subsection (1) of this section
26 shall be adjusted to reflect ineligible applications identified through
27 the annual income verification process required by the national school
28 lunch program, as recommended in the report of the state auditor on the
29 learning assistance program dated February, 2010.

30 (3) The general fund--federal appropriation in this section is
31 provided for Title I Part A allocations of the no child left behind act
32 of 2001.

33 (4) A school district may carry over from one year to the next up
34 to 10 percent of the general fund-state or education legacy trust funds
35 allocated under this program; however, carryover funds shall be
36 expended for the learning assistance program.

37 (5) The office of the superintendent of public instruction shall
38 research and recommend options for an adjustment factor for middle

1 school and high school free and reduced price lunch eligibility
2 reporting rates pursuant to RCW 28A.150.260(12)(a), and submit a report
3 to the fiscal committees of the legislature by June 1, 2012. For the
4 2011-12 and 2012-13 school years, the adjustment factor is 1.0.

5 **Sec. 1516.** 2012 2nd sp.s. c 7 s 514 (uncodified) is amended to
6 read as follows:

7 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION**

8 (1) Amounts distributed to districts by the superintendent through
9 part V of this act are for allocations purposes only and do not entitle
10 a particular district, district employee, or student to a specific
11 service, beyond what has been expressly provided in statute. Part V of
12 this act restates the requirements of various sections of Title 28A
13 RCW. If any conflict exists, the provisions of Title 28A RCW control
14 unless this act explicitly states that it is providing an enhancement.

15 Any amounts provided in part V of this act in excess of the amounts
16 required by Title 28A RCW provided in statute, are not within the
17 program of basic education.

18 (2) To the maximum extent practicable, when adopting new or revised
19 rules or policies relating to the administration of allocations in part
20 V of this act that result in fiscal impact, the office of the
21 superintendent of public instruction shall attempt to seek legislative
22 approval through the budget request process.

23 (3) Appropriations made in this act to the office of the
24 superintendent of public instruction shall initially be allotted as
25 required by this act. Subsequent allotment modifications shall not
26 include transfers of moneys between sections of this act except as
27 expressly provided in subsection (4) of this section.

28 (4) The appropriations to the office of the superintendent of
29 public instruction in this act shall be expended for the programs and
30 amounts specified in this act. However, after May 1, 2012, unless
31 specifically prohibited by this act and after approval by the director
32 of financial management, the superintendent of public instruction may
33 transfer state general fund appropriations for fiscal year 2012 among
34 the following programs to meet the apportionment schedule for a
35 specified formula in another of these programs: General apportionment;
36 employee compensation adjustments; pupil transportation; special

1 education programs; institutional education programs; transitional
2 bilingual programs; highly capable; and learning assistance programs.

3 (5) The director of financial management shall notify the
4 appropriate legislative fiscal committees in writing prior to approving
5 any allotment modifications or transfers under this section.

(End of part)

PART XVI
HIGHER EDUCATION

Sec. 1601. 2012 2nd sp.s. c 7 s 602 (uncodified) is amended to read as follows:

FOR THE UNIVERSITY OF WASHINGTON

General Fund--State Appropriation (FY 2012)	\$201,226,000
General Fund--State Appropriation (FY 2013)	\$201,612,000
Education Legacy Trust Account--State Appropriation	\$18,579,000
Economic Development Strategic Reserve Account--	
State Appropriation	\$1,500,000
Biotoxin Account--State Appropriation	(\$450,000)
	<u>\$350,000</u>
Accident Account--State Appropriation	\$6,681,000
Medical Aid Account--State Appropriation	\$6,488,000
TOTAL APPROPRIATION	(\$436,536,000)
	<u>\$436,436,000</u>

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

(1) In implementing the appropriations in this section, the president and regents shall seek to minimize impacts on student services and instructional programs by maximizing reductions in administration and other noninstructional activities.

(2) \$150,000 of the general fund--state appropriation for fiscal year 2012 and \$150,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the development of integrated medical curriculum for the Washington/Wyoming/Alaska/Montana/Idaho (WWAMI) medical education program in Spokane and eastern Washington. Funding is contingent on appropriations being provided to Washington State University for WWAMI program expansion in Spokane and eastern Washington.

(3) \$52,000 of the general fund--state appropriation for fiscal year 2012 and \$52,000 of the general fund--state appropriation for fiscal year 2013 are provided solely for the center for international trade in forest products in the college of forest resources.

1 (4) \$88,000 of the general fund--state appropriation for fiscal
2 year 2012 is provided solely for implementation of Engrossed Second
3 Substitute Senate Bill No. 5485 (state's natural resources). If the
4 bill is not enacted by June 30, 2011, the amount provided in this
5 subsection shall lapse.

6 (5) \$143,000 of the general fund--state appropriation for fiscal
7 year 2012 and \$144,000 of the general fund--state appropriation for
8 fiscal year 2013 are provided solely for the ongoing management of the
9 Washington park arboretum.

10 (6) \$3,800,000 of the general fund--state appropriation for fiscal
11 year 2013 is provided solely for an expansion in engineering
12 enrollments, including enrollments in the field of computer science.
13 Amounts provided in this subsection may be used only to cover direct
14 costs of instruction associated with this enrollment expansion. By
15 June 30, 2012, the university shall provide a report to the legislature
16 that provides specific detail on how these amounts will be spent. Each
17 September 1st thereafter, the university shall provide an updated
18 report that provides specific detail on how these amounts were spent in
19 the preceding twelve months.

20 (7) Amounts appropriated in this section are sufficient for the
21 university to conduct a comprehensive review of its tuition waiver
22 policies. The resulting report shall include an overview of tuition
23 waiver uses and costs (forgone revenue) and outcomes and any
24 recommendations for changes to tuition waiver policy and shall be
25 provided to the legislature no later than December 1, 2012.

26 (8) \$610,000 of the general fund--state appropriation for fiscal
27 year 2012 is provided solely to expand health sciences capacity at the
28 University of Washington for Washington, Wyoming, Alaska, Montana,
29 Idaho (WWAMI) and \$190,000 of the general fund--state appropriation for
30 fiscal year 2012 is provided solely to expand health sciences capacity
31 at the University of Washington for Regional Initiatives in Dental
32 Education (RIDE) for the WWAMI-RIDE program expansion to achieve full
33 ramp-up of first-year medical students and dental students each year of
34 the four-year programs.

35 (9) The University of Washington shall not use funds appropriated
36 in this section to support intercollegiate athletics programs.

37 (10) Amounts appropriated in this section are sufficient to cover

1 the costs associated with the implementation of Engrossed Substitute
2 Senate Bill No. 6486 (collective bargaining for post-doctoral
3 researchers).

4 **Sec. 1602.** 2012 2nd sp.s. c 7 s 613 (uncodified) is amended to
5 read as follows:

6 **FOR THE STUDENT ACHIEVEMENT COUNCIL--OFFICE OF STUDENT FINANCIAL**
7 **ASSISTANCE**

8	General Fund--State Appropriation (FY 2013)	\$247,034,000
9	General Fund--Federal Appropriation	\$5,812,000
10	Washington Opportunity Pathways Account--State	
11	Appropriation	\$73,500,000
12	<u>Aerospace Training Student Loan Account--State</u>	
13	<u>Appropriation</u>	<u>\$12,000</u>
14	TOTAL APPROPRIATION	((\$326,346,000))
15		<u>\$326,358,000</u>

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

18 (1) \$237,018,000 of the general fund--state appropriation for
19 fiscal year 2013, and \$73,500,000 of the opportunity pathways account--
20 state appropriation are provided solely for student financial aid
21 payments under the state need grant and the state work study programs
22 including up to a four percent administrative allowance for the state
23 work study program.

24 (2) Within the funds appropriated in this section, eligibility for
25 the state need grant shall include students with family incomes at or
26 below 70 percent of the state median family income (MFI), adjusted for
27 family size, and shall include students enrolled in three to five
28 credit-bearing quarter credits, or the equivalent semester credits.
29 The higher education coordinating board shall report to the legislature
30 by December 1, 2013, regarding the number of students enrolled in three
31 to five credit-bearing quarter credits, or the equivalent semester
32 credits, and their academic progress including degree completion.
33 Awards for all students shall be adjusted by the estimated amount by
34 which Pell grant increases exceed projected increases in the
35 noninstructional costs of attendance. Awards for students with incomes
36 between 51 and 70 percent of the state median shall be prorated at the
37 following percentages of the award amount granted to those with incomes

1 below 51 percent of the MFI: 70 percent for students with family
2 incomes between 51 and 55 percent MFI; 65 percent for students with
3 family incomes between 56 and 60 percent MFI; 60 percent for students
4 with family incomes between 61 and 65 percent MFI; and 50 percent for
5 students with family incomes between 66 and 70 percent MFI.

6 (3) \$1,250,000 of the general fund--state appropriation for fiscal
7 year 2013 is provided solely for implementation of the aerospace
8 training scholarship and student loan program as specified in Engrossed
9 Substitute House Bill No. 1846 (aerospace student loans). If the bill
10 is not enacted by June 30, 2012, the amount provided in this subsection
11 shall lapse.

12 (4) For fiscal year 2013, the board shall defer loan or conditional
13 scholarship repayments to the future teachers conditional scholarship
14 and loan repayment program for up to one year for each participant if
15 the participant has shown evidence of efforts to find a teaching job
16 but has been unable to secure a teaching job per the requirements of
17 the program.

18 (5) \$1,000,000 of the education legacy trust account--state
19 appropriation is provided solely for the gaining early awareness and
20 readiness for undergraduate programs project.

21 (6) \$1,500,000 of the general fund--state appropriation for fiscal
22 year 2013 is provided solely for the leadership 1000 program.

23 (7) \$2,436,000 of the general fund--state appropriation for fiscal
24 year 2013 is provided solely for the passport to college program. The
25 maximum scholarship award shall be \$5,000. The board shall contract
26 with a nonprofit organization to provide support services to increase
27 student completion in their postsecondary program and shall, under this
28 contract, provide a minimum of \$500,000 in fiscal year 2013 for this
29 purpose.

30 (8) In addition to the entities listed in RCW 28B.122.010, the
31 aerospace student loan program may provide loans to students attending
32 an aerospace training program at Renton technical college.

33 (9) The office of student financial assistance and the department
34 of health shall prioritize a portion of any nonfederal balances in the
35 health professional loan repayment and scholarship fund for conditional
36 loan repayment contracts with psychiatrists and with advanced
37 registered nurse practitioners for work at one of the state-operated
38 psychiatric hospitals. The office and department shall designate the

1 state hospitals as health professional shortage areas if necessary for
2 this purpose. The office of student financial assistance shall
3 coordinate with the department of social and health services to
4 effectively incorporate these conditional loan repayments into the
5 department's advanced psychiatric professional recruitment and
6 retention strategies.

7 (10) \$50,000 of the amount provided in this section shall be used
8 to convene the higher education loan program work group. The work
9 group shall develop methods for funding the loan program in the future,
10 as well as recommendations regarding the best loan program structure
11 for providing financial aid to underserved populations. The work group
12 shall seek out technical advice from the housing finance commission.
13 At a minimum, the recommendations regarding the proposed loan program
14 must take into account the following: Whether students could benefit
15 from the creation of a new student loan program; the relationship
16 between the student loan program and the state need grant program and
17 the state need grant qualified student population; mechanisms to
18 achieve interest rates that are below those offered in federally
19 guaranteed and private bank student loans; sources of initial and
20 on-going funding for loans and program operation; and default risks,
21 reserve requirements, and other conditions required for the student
22 loan program. The work group shall provide a report to the legislature
23 no later than December 1, 2012.

24 **Sec. 1603.** 2012 2nd sp.s. c 7 s 615 (uncodified) is amended to
25 read as follows:

26 **FOR THE DEPARTMENT OF EARLY LEARNING**

27	General Fund--State Appropriation (FY 2012)	\$25,497,000
28	General Fund--State Appropriation (FY 2013)	(\$27,190,000)
29		<u>\$27,379,000</u>
30	General Fund--Federal Appropriation	\$280,619,000
31	<u>Children's Trust Account--State Appropriation</u>	<u>\$142,000</u>
32	Opportunity Pathways Account--State Appropriation	\$78,000,000
33	Home Visiting Services Account--Federal Appropriation	\$300,000
34	TOTAL APPROPRIATION	(\$411,606,000)
35		<u>\$411,937,000</u>

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

1 (1) \$16,028,000 of the general fund--state appropriation for fiscal
2 year 2012, \$18,028,000 of the general fund--state appropriation of
3 fiscal year 2013, \$78,000,000 of the opportunity pathways account
4 appropriation, and \$2,256,000 of the general fund--federal
5 appropriation are provided solely for the early childhood education
6 assistance program services. Of these amounts, \$10,284,000 is a
7 portion of the biennial amount of state maintenance of effort dollars
8 required to receive federal child care and development fund grant
9 dollars.

10 (2) In accordance to RCW 43.215.255(2) and 43.135.055, the
11 department is authorized to increase child care center and child care
12 family home licensure fees in fiscal years 2012 and 2013 for costs to
13 the department for the licensure activity, including costs of necessary
14 inspection. These increases are necessary to support expenditures
15 authorized in this section.

16 (3) \$64,000 of the general fund--state appropriation for fiscal
17 year 2012, \$638,000 of the general fund--state appropriation for fiscal
18 year 2013, and \$574,000 of the general fund--federal appropriation are
19 provided solely for child care resource and referral network services.

20 (4) \$200,000 of the general fund--state appropriation for fiscal
21 year 2012 and \$200,000 of the general fund--state appropriation for
22 fiscal year 2013 are provided solely to develop and provide culturally
23 relevant supports for parents, family, and other caregivers.

24 (5) The department is the lead agency for and recipient of the
25 federal child care and development fund grant. Amounts within this
26 grant shall be used to fund child care licensing, quality initiatives,
27 agency administration, and other costs associated with child care
28 subsidies. The department shall transfer a portion of this grant to
29 the department of social and health services to fund the child care
30 subsidies paid by the department of social and health services on
31 behalf of the department of early learning.

32 (6) The appropriations in this section reflect reductions in the
33 appropriations for the department's administrative expenses. It is the
34 intent of the legislature that these reductions shall be achieved, to
35 the greatest extent possible, by reducing those administrative costs
36 that do not affect direct client services or direct service delivery or
37 program.

1 (7) \$934,000 of the general fund--state appropriation for fiscal
2 year 2012, \$934,000 of the general fund--state appropriation for fiscal
3 year 2013, and \$2,400,000 of the general fund--federal appropriation
4 are provided solely for expenditure into the home visiting services
5 account. This funding is intended to meet federal maintenance of
6 effort requirements and to secure private matching funds.

7 (a) All federal funds received by the department for home visiting
8 activities must be deposited into the home visiting services account.

9 (b) The department must consult with stakeholders during the
10 development of the Washington home visiting plan and any future
11 proposals for federal funding.

12 (c) No more than \$300,000 of the home visiting services account--
13 federal appropriation may be expended for program administration for
14 fiscal year 2013 pursuant to RCW 43.215.130. No other funds may be
15 expended for that purpose.

16 (8)(a) \$153,558,000 of the general fund--federal appropriation is
17 provided solely for the working connections child care program under
18 RCW 43.215.135.

19 (b) In addition to groups that were given prioritized access to the
20 working connections child care program effective March 1, 2011, the
21 department shall also give prioritized access into the program to
22 families in which a parent of a child in care is a minor who is not
23 living with a parent or guardian and who is a full-time student in a
24 high school that has a school-sponsored on-site child care center.

25 (9)(a) \$50,000 of the general fund--state appropriation for fiscal
26 year 2012 and \$1,050,000 of the general fund--state appropriation for
27 fiscal year 2013 are provided solely for implementation and
28 administration of an electronic benefit transfer system. The system
29 shall include electronic time keeping, integrated with an eligibility
30 information technology system, and an electronic payment system. The
31 department shall coordinate implementation of this system with the
32 department of social and health services.

33 (b) \$100,000 of the general fund--state appropriation in this
34 subsection is provided solely for the department to contract for an
35 independent consultant to evaluate and recommend the optimum system for
36 the eligibility determination process. The evaluation must include an
37 analysis of lean management processes that, if adopted, could improve
38 the cost effectiveness and delivery of eligibility determination. The

1 department shall coordinate with the department of social and health
2 services for this evaluation. The department must report to the office
3 of financial management and the appropriate fiscal and policy
4 committees of the legislature by December 1, 2012.

5 (10) Within available amounts, the department in consultation with
6 the office of financial management and the department of social and
7 health services shall report quarterly enrollments and active caseload
8 for the working connections child care program to the legislative
9 fiscal committees and the legislative-executive WorkFirst oversight
10 task force. The report shall also identify the number of cases
11 participating in both temporary assistance for needy families and
12 working connections child care.

13 (11) \$1,025,000 of the general fund--state appropriation for fiscal
14 year 2013 and \$6,712,000 of the general fund--federal appropriation are
15 provided solely for the seasonal child care program in fiscal year
16 2013.

17 (12) \$2,522,000 of the general fund--state appropriation for fiscal
18 year 2012, \$2,522,000 of the general fund--state appropriation for
19 fiscal year 2013, and \$4,304,000 of the general fund--federal
20 appropriation are provided solely for the medicaid treatment child care
21 (MTCC) program. The department shall contract for MTCC services to
22 provide therapeutic child care and other specialized treatment services
23 to abused, neglected, at-risk, and/or drug-affected children. Priority
24 for services shall be given to children referred from the department of
25 social and health services children's administration. In addition to
26 referrals made by children's administration, the department shall
27 authorize services for children referred to the MTCC program, as long
28 as the children meet the eligibility requirements as outlined in the
29 Washington state plan for the MTCC program. Of the amounts
30 appropriated in this subsection, \$60,000 per fiscal year may be used by
31 the department for administering the MTCC program, if needed.

32 (13)(a) The department shall establish a birth-to-three
33 subcommittee of the early learning advisory council. The subcommittee
34 will be cochaired by the department and nongovernmental private-public
35 partnership created in RCW 43.215.070. The subcommittee shall include
36 at least one representative from each of the following:

- 37 (i) The early learning advisory council;
- 38 (ii) The office of the superintendent of public instruction;

- 1 (iii) The department of social and health services;
2 (iv) The department of early learning;
3 (v) The nongovernmental private-public partnership created in RCW
4 43.215.070;
5 (vi) The early learning action alliance; and
6 (vii) Additional stakeholders with expertise in birth-to-three
7 policy and programs and quality child care, as designated by the early
8 learning advisory council.

9 (b) The subcommittee may convene advisory subgroups on specific
10 topics as necessary to assure participation and input from a broad
11 array of diverse stakeholders.

12 (c) The subcommittee shall be monitored and overseen by the early
13 learning advisory council created in RCW 43.215.090.

14 (d) The subcommittee shall develop a birth-to-three implementation
15 proposal, which shall include further development of the Washington
16 state birth-to-three plan.

17 (e) The subcommittee must include recommendations on the following
18 in its birth-to-three proposal:

- 19 (i) Eligibility criteria for providers and programs;
20 (ii) The level of funding necessary to implement birth-to-three
21 programs, including an option which makes available funding equivalent
22 to thirty percent of the funding provided for the program of early
23 learning established in RCW 43.215.141;
24 (iii) Options for funding sources for birth-to-three programs;
25 (iv) Governance responsibilities for the department of early
26 learning; and
27 (v) A timeline for implementation that is concurrent with the
28 expansion to the early learning program outlined in RCW 43.215.142.

29 The subcommittee must present its recommendations to the early
30 learning advisory council and the appropriate committees of the
31 legislature by December 1, 2012.

32 (14) \$300,000 of the general fund--federal appropriation is
33 provided solely for a contract with a nonprofit entity experienced in
34 the provision of promoting early literacy for children through
35 pediatric office visits.

36 **Sec. 1604.** 2012 2nd sp.s. c 7 s 616 (uncodified) is amended to
37 read as follows:

1	FOR THE STATE SCHOOL FOR THE BLIND	
2	General Fund--State Appropriation (FY 2012)	\$5,776,000
3	General Fund--State Appropriation (FY 2013)	(\$5,671,000)
4		<u>\$5,691,000</u>
5	TOTAL APPROPRIATION	(\$11,447,000)
6		<u>\$11,467,000</u>

7 **Sec. 1605.** 2012 2nd sp.s. c 7 s 617 (uncodified) is amended to
8 read as follows:

9 **FOR THE WASHINGTON STATE CENTER FOR CHILDHOOD DEAFNESS AND HEARING**
10 **LOSS**

11	General Fund--State Appropriation (FY 2012)	\$8,439,000
12	General Fund--State Appropriation (FY 2013)	(\$8,335,000)
13		<u>\$8,431,000</u>
14	TOTAL APPROPRIATION	(\$16,774,000)
15		<u>\$16,870,000</u>

(End of part)

PART XVII

SPECIAL APPROPRIATIONS

Sec. 1701. 2012 2nd sp.s. c 7 s 701 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR DEBT SUBJECT TO THE DEBT LIMIT

Table with 2 columns: Description and Amount. Rows include General Fund--State Appropriation (FY 2012), General Fund--State Appropriation (FY 2013), State Building Construction Account--State Appropriation, Columbia River Basin Water Supply Development Account--State Appropriation, Hood Canal Aquatic Rehabilitation Bond Account--State Appropriation, State Taxable Building Construction Account--State Appropriation, Gardner-Evans Higher Education Construction Account--State Appropriation, Debt-Limit Reimbursable Bond Retire Account--State Appropriation, and TOTAL APPROPRIATION.

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriations are for expenditure into the debt-limit general fund bond retirement account. The entire general fund--state appropriation for fiscal year 2012 shall

1 be expended into the debt-limit general fund bond retirement account by
2 June 30, 2012.

3 **Sec. 1702.** 2012 2nd sp.s. c 7 s 702 (uncodified) is amended to
4 read as follows:

5 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING**
6 **BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO**
7 **BE REIMBURSED AS PRESCRIBED BY STATUTE**

8	General Fund--State Appropriation (FY 2012)	\$27,400,000
9	General Fund--State Appropriation (FY 2013)	\$30,572,000
10	Nondebt-Limit Reimbursable Bond Retirement	
11	Account--State Appropriation	(\$140,128,000)
12		<u>\$137,290,000</u>
13	TOTAL APPROPRIATION	(\$198,100,000)
14		<u>\$195,262,000</u>

15 The appropriations in this section are subject to the following
16 conditions and limitations: The general fund appropriation is for
17 expenditure into the nondebt-limit general fund bond retirement
18 account. The entire general fund--state appropriation for fiscal year
19 2012 shall be expended into the nondebt-limit general fund bond
20 retirement account by June 30, 2012.

21 **Sec. 1703.** 2011 2nd sp.s. c 9 s 703 (uncodified) is amended to
22 read as follows:

23 **FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING**
24 **BOND REGISTRATION AND TRANSFER CHARGES: FOR BOND SALE EXPENSES**

25	General Fund--State Appropriation (FY 2012)	\$1,357,000
26	General Fund--State Appropriation (FY 2013)	(\$1,357,000)
27		<u>\$616,000</u>
28	State Building Construction Account--State	
29	Appropriation	(\$356,000)
30		<u>\$697,000</u>
31	Columbia River Basin Water Supply Development	
32	Account--State Appropriation	\$21,000
33	Hood Canal Aquatic Rehabilitation Bond Account--State	
34	Appropriation	\$1,000
35	State Taxable Building Construction Account--State	
36	Appropriation	(\$25,000)

1		<u>\$31,000</u>
2	Gardner-Evans Higher Education Construction	
3	Account--State Appropriation	((\$2,000))
4		<u>\$3,000</u>
5	TOTAL APPROPRIATION	((\$3,119,000))
6		<u>\$2,726,000</u>

7 NEW SECTION. Sec. 1704. A new section is added to 2011 1st sp.s.
8 c 50 (uncodified) to read as follows:

9 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--EXTRAORDINARY CRIMINAL JUSTICE**
10 **COSTS**

11 General Fund--State Appropriation (FY 2013) \$566,000

12 The appropriation in this section is subject to the following
13 conditions and limitations: The director of financial management shall
14 distribute \$566,000 to Grant county for extraordinary criminal justice
15 costs.

16 **Sec. 1705.** 2012 2nd sp.s. c 7 s 707 (uncodified) is amended to
17 read as follows:

18 **FOR SUNDRY CLAIMS**

19 The following sums, or so much thereof as may be necessary, are
20 appropriated from the general fund for fiscal year 2012, unless
21 otherwise indicated, for relief of various individuals, firms, and
22 corporations for sundry claims. These appropriations are to be
23 disbursed on vouchers approved by the director of financial management,
24 except as otherwise provided, for reimbursement of criminal defendants
25 acquitted on the basis of self-defense, pursuant to RCW 9A.16.110, as
26 follows:

- 27 (1) Clint L. Powell, Jr., claim number 99970048 \$58,155.10
- 28 (2) Chance L. Hawkins, claim number 99970049 \$28,838.95
- 29 (3) Edgar L. Hawkins, claim number 99970050 \$25,507.00
- 30 (4) James Abbott, claim number 99970051 \$9,880.00
- 31 (5) Richard Frisk, claim number 99970052 \$32,788.50
- 32 (6) Brian Barnd-Spjut, claim number 99970053 \$122,821.79
- 33 (7) Dwijen Buckendorf, claim number 99970059 \$2,100.00
- 34 (8) Todd Chism, claim number 99970061 \$56,183.26
- 35 (9) James Glasco, claim number 99970062 \$18,800.00
- 36 (10) David Holtzclaw, claim number 99970057 \$15,154.52

1	<u>(11) Gary Richey, claim number 99970063</u>	<u>\$9,020.00</u>
2	<u>(12) Shelly Porter, claim number 99970054</u>	<u>\$12,525.72</u>
3	<u>(13) Yakov Topik, claim number 99970047</u>	<u>\$28,500.00</u>
4	<u>(14) Luther Wallace, claim number 99970060</u>	<u>\$76,256.93</u>
5	<u>(15) Mark Fenton, claim number 99970064</u>	<u>\$27,637.50</u>
6	<u>(16) Reid Woods, claim number 99970065</u>	<u>\$7,296.38</u>
7	<u>(17) James Daniel Emmett, claim number 99970067</u>	<u>\$9,000.00</u>

(End of part)

PART XVIII

OTHER TRANSFERS AND APPROPRIATIONS

Sec. 1801. 2012 2nd sp.s. c 7 s 801 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER--STATE REVENUES FOR DISTRIBUTION

General Fund Appropriation for fire insurance premium distributions ((~~\$8,289,000~~))
\$7,773,000

General Fund Appropriation for public utility district excise tax distributions ((~~\$44,078,000~~))
\$49,883,000

General Fund Appropriation for prosecuting attorney distributions ((~~\$6,281,000~~))
\$5,804,000

General Fund Appropriation for boating safety and education distributions \$4,000,000

General Fund Appropriation for other tax distributions ((~~\$58,000~~))
\$63,000

General Fund Appropriation for habitat conservation program distributions \$3,000,000

Death Investigations Account Appropriation for distribution to counties for publicly funded autopsies \$2,960,000

Aquatic Lands Enhancement Account Appropriation for harbor improvement revenue distribution \$160,000

Timber Tax Distribution Account Appropriation for distribution to "timber" counties ((~~\$58,229,000~~))
\$61,983,000

County Criminal Justice Assistance Appropriation ((~~\$69,566,000~~))
\$69,532,000

Municipal Criminal Justice Assistance Appropriation ((~~\$26,843,000~~))
\$26,833,000

City-County Assistance Account Appropriation for local government financial assistance distribution ((~~\$12,159,000~~))

1		<u>\$14,922,000</u>
2	Liquor Excise Tax Account Appropriation for liquor	
3	excise tax distribution	((\$25,617,000))
4		<u>\$25,889,000</u>
5	Streamlined Sales and Use Tax Mitigation Account	
6	Appropriation for distribution to local taxing	
7	jurisdictions to mitigate the unintended revenue	
8	redistribution effect of the sourcing law	
9	changes	\$49,309,000
10	Columbia River Water Delivery Account Appropriation for	
11	the Confederated Tribes of the Colville	
12	Reservation	((\$7,478,000))
13		<u>\$7,481,000</u>
14	Columbia River Water Delivery Account Appropriation for	
15	the Spokane Tribe of Indians	((\$4,794,000))
16		<u>\$4,795,000</u>
17	Liquor Revolving Account Appropriation for liquor	
18	profits distribution	((\$85,132,000))
19		<u>\$96,456,000</u>
20	TOTAL APPROPRIATION	((\$407,953,000))
21		<u>\$426,843,000</u>

22 The total expenditures from the state treasury under the
23 appropriations in this section shall not exceed the funds available
24 under statutory distributions for the stated purposes.

25 **Sec. 1802.** 2012 2nd sp.s. c 7 s 802 (uncodified) is amended to
26 read as follows:

27 **FOR THE STATE TREASURER--FOR THE COUNTY CRIMINAL JUSTICE ASSISTANCE**
28 **ACCOUNT**

29	Impaired Driver Safety Account Appropriation	((\$2,439,000))
30		<u>\$2,422,000</u>

31 The appropriation in this section is subject to the following
32 conditions and limitations: The amount appropriated in this section
33 shall be distributed quarterly during the 2011-2013 fiscal biennium in
34 accordance with RCW 82.14.310. This funding is provided to counties
35 for the costs of implementing criminal justice legislation including,
36 but not limited to: Chapter 206, Laws of 1998 (drunk driving
37 penalties); chapter 207, Laws of 1998 (DUI penalties); chapter 208,

1 Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998
2 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock
3 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,
4 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication
5 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter
6 215, Laws of 1998 (DUI provisions).

7 **Sec. 1803.** 2012 2nd sp.s. c 7 s 803 (uncodified) is amended to
8 read as follows:

9 **FOR THE STATE TREASURER--MUNICIPAL CRIMINAL JUSTICE ASSISTANCE ACCOUNT**
10 Impaired Driver Safety Account Appropriation (~~(\$1,626,000)~~)
11 \$1,615,000

12 The appropriation in this section is subject to the following
13 conditions and limitations: The amount appropriated in this section
14 shall be distributed quarterly during the 2011-2013 biennium to all
15 cities ratably based on population as last determined by the office of
16 financial management. The distributions to any city that substantially
17 decriminalizes or repeals its criminal code after July 1, 1990, and
18 that does not reimburse the county for costs associated with criminal
19 cases under RCW 3.50.800 or 3.50.805(2), shall be made to the county in
20 which the city is located. This funding is provided to cities for the
21 costs of implementing criminal justice legislation including, but not
22 limited to: Chapter 206, Laws of 1998 (drunk driving penalties);
23 chapter 207, Laws of 1998 (DUI penalties); chapter 208, Laws of 1998
24 (deferred prosecution); chapter 209, Laws of 1998 (DUI/license
25 suspension); chapter 210, Laws of 1998 (ignition interlock violations);
26 chapter 211, Laws of 1998 (DUI penalties); chapter 212, Laws of 1998
27 (DUI penalties); chapter 213, Laws of 1998 (intoxication levels
28 lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter 215,
29 Laws of 1998 (DUI provisions).

30 **Sec. 1804.** 2011 1st sp.s. c 50 s 804 (uncodified) is amended to
31 read as follows:

32 **FOR THE STATE TREASURER--FEDERAL REVENUES FOR DISTRIBUTION**
33 General Fund Appropriation for federal flood control
34 funds distribution (~~(\$74,000)~~)
35 \$52,000
36 General Fund Appropriation for federal grazing fees

1	distribution	((\$2,430,000))
2		<u>\$1,747,000</u>
3	Forest Reserve Fund Appropriation for federal forest	
4	reserve fund distribution	((\$29,175,000))
5		<u>\$39,776,000</u>
6	TOTAL APPROPRIATION	((\$31,679,000))
7		<u>\$41,575,000</u>

8 The total expenditures from the state treasury under the
9 appropriations in this section shall not exceed the funds available
10 under statutory distributions for the stated purposes.

11 **Sec. 1805.** 2012 2nd sp.s. c 7 s 804 (uncodified) is amended to
12 read as follows:

13 **FOR THE STATE TREASURER--TRANSFERS**

14 State Treasurer's Service Account: For transfer to
15 the state general fund, \$16,300,000
16 for fiscal year 2012 and
17 ((~~\$24,800,000~~)) \$26,600,000 for fiscal
18 year 2013 ((~~\$41,100,000~~))
19 \$42,900,000

20 Waste Reduction, Recycling, and Litter Control
21 Account: For transfer to the state general
22 fund, \$4,847,000 for fiscal year
23 2012 and \$4,847,000 for fiscal year
24 2013 \$9,694,000

25 Aquatics Lands Enhancement Account: For transfer to
26 the state general fund, \$3,500,000 for fiscal
27 year 2012 and \$3,500,000 for fiscal year 2013 \$7,000,000

28 Savings Incentive Account: For transfer to the state
29 general fund, \$44,618,000 for fiscal year 2012 \$44,618,000

30 Distinguished Professorship Trust Fund: For transfer to
31 the state general fund for fiscal year 2012, an amount
32 not to exceed the actual cash balance of the fund \$3,024,000

33 Washington Graduate Fellowship Trust Fund: For transfer
34 to the state general fund for fiscal year 2012, an
35 amount not to exceed the actual cash balance of
36 the fund \$1,028,000

37 College Faculty Awards Trust Fund: For transfer

1 to the state general fund for fiscal year 2012, an amount
2 not to exceed the actual cash balance of the fund \$1,996,000
3 Data Processing Revolving Account: For transfer
4 to the state general fund, \$5,960,000 for fiscal
5 year 2012 \$5,960,000
6 Drinking Water Assistance Account: For transfer to
7 the drinking water assistance repayment account \$38,000,000
8 Economic Development Strategic Reserve Account: For
9 transfer to the state general fund, \$2,100,000
10 for fiscal year 2012 and \$2,100,000 for fiscal
11 year 2013 \$4,200,000
12 General Fund: For transfer to the streamlined sales
13 and use tax account, \$24,520,000
14 for fiscal year 2012 and \$24,789,000 for fiscal
15 year 2013 \$49,309,000
16 Public Works Assistance Account: For transfer to the
17 water pollution control revolving account,
18 \$7,750,000 for fiscal year 2012 and \$7,750,000 for
19 fiscal year 2013 \$15,500,000
20 The Charitable, Educational, Penal, and Reformatory
21 Institutions Account: For transfer to the state
22 general fund, \$4,500,000 for fiscal year 2012 and
23 \$4,500,000 for fiscal year 2013 \$9,000,000
24 Thurston County Capital Facilities Account: For
25 transfer to the state general fund, \$4,000,000
26 for fiscal year 2012 and \$4,000,000 for fiscal
27 year 2013 \$8,000,000
28 Public Works Assistance Account: For transfer to the
29 drinking water assistance account, \$10,000,000 for
30 fiscal year 2012 and \$5,000,000 for fiscal year
31 2013 \$15,000,000
32 Liquor Control Board Construction and Maintenance
33 Account: For transfer to the state general fund,
34 \$500,000 for fiscal year 2012 \$500,000
35 Education Savings Account: For transfer to the state
36 general fund, \$54,431,000 for fiscal
37 year 2012 \$54,431,000
38 Department of Retirement Systems Expense Account:

1 For transfer to the state general fund,
2 \$2,330,000 for fiscal year 2012 and
3 \$4,330,000 for fiscal year 2013 \$6,660,000
4 Education Construction Account: For transfer to the
5 state general fund, \$102,000,000 for fiscal year
6 2012 and \$102,000,000 for fiscal year 2013 \$204,000,000
7 Public Works Assistance Account: For transfer to the
8 state general fund, \$40,000,000
9 for fiscal year 2012 and \$40,000,000
10 for fiscal year 2013 \$80,000,000
11 Foster Care Endowed Scholarship Trust Fund: For transfer
12 to the state general fund, \$200,000 for fiscal year
13 2012 and \$200,000 for fiscal year 2013 \$400,000
14 Affordable Housing For All Account: For transfer to
15 the home security fund, \$1,000,000 for fiscal year
16 2012 and \$1,000,000 for fiscal year 2013 \$2,000,000
17 Tobacco Settlement Account: For transfer to the state
18 general fund, in an amount not to exceed the actual
19 amount of the annual base payment to the tobacco
20 settlement account \$158,205,000
21 Tobacco Settlement Account: For transfer to the basic
22 health plan stabilization account from the amounts
23 deposited in the account that are attributable to the
24 annual strategic contribution payment received in
25 fiscal year 2012 \$22,000,000
26 Tobacco Settlement Account: For transfer to the basic
27 health plan stabilization account from the amounts
28 deposited in the account that are attributable to the
29 annual strategic contribution payment received in
30 fiscal year 2013 \$22,000,000
31 Tobacco Settlement Account: For transfer to the life
32 sciences discovery fund, in an amount not to exceed
33 the actual remaining amount of the annual strategic
34 contribution payment to the tobacco settlement account
35 for fiscal year 2012 \$6,000,000
36 Tobacco Settlement Account: For transfer to the life
37 sciences discovery fund, in an amount not to exceed
38 the actual remaining amount of the annual strategic

1 contribution payment to the tobacco settlement account
2 for fiscal year 2013 \$6,000,000

3 The transfer to the life sciences discovery fund is subject to the
4 following conditions: All new grants awarded during the 2011-2013
5 fiscal biennium shall support and accelerate the commercialization of
6 an identifiable product.

7 Financial Services Regulation Fund: For transfer to
8 the state general fund, \$4,000,000 for fiscal
9 year 2012 \$4,000,000

10 State Nursery Revolving Account: For transfer to the
11 state general fund, \$250,000 for fiscal year 2012 and
12 \$250,000 for fiscal year 2013 \$500,000

13 Washington State Heritage Center Account: For transfer
14 to the state general fund, \$2,000,000 for fiscal
15 year 2013 \$2,000,000

16 Local Toxics Control Account: For transfer to the state
17 toxics control account, \$15,000,000 for fiscal
18 year 2012 and \$16,000,000 for fiscal year 2013 \$31,000,000

19 Coastal Protection Account: For transfer to the state
20 general fund, \$500,000 for fiscal year 2012 and
21 \$500,000 for fiscal year 2013 \$1,000,000

22 Multimodal Transportation Account--State: For transfer
23 to the Public Transportation Grant Program Account
24 for the purposes of distributions of \$3,000,000 on
25 each of the last working days of December, March,
26 and June in fiscal year 2013 \$9,000,000

27 Aquatic Lands Enhancement Account: For transfer to
28 the marine resources stewardship trust account,
29 \$2,100,000 for fiscal year 2013 \$2,100,000

(End of part)

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1 Correct the title.

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