



Proposed Substitute to HB 2185

H-4355.3

By Representative Hunter

February 26, 2014

Office of Program Research

BILL REQUEST - CODE REVISER'S OFFICE

BILL REQ. #: H-4355.3/14 3rd draft

ATTY/TYPIST: LL:eab

BRIEF DESCRIPTION: Making 2014 supplemental operating appropriations.

1 AN ACT Relating to fiscal matters; amending RCW 28B.67.030,
2 28C.10.082, 36.28A.300, 36.28A.320, 41.06.280, 43.08.190, 43.10.150,
3 43.19.791, 43.79.480, 43.325.040, 67.70.260, 77.36.170, and 82.08.160;
4 amending 2013 2nd sp.s. c 4 ss 101, 102, 103, 104, 105, 106, 107, 108,
5 110, 111, 112, 113, 114, 115, 116, 117, 118, 119, 120, 121, 122, 123,
6 124, 125, 126, 127, 128, 129, 130, 131, 132, 133, 134, 135, 136, 137,
7 138, 139, 140, 141, 142, 143, 144, 145, 147, 148, 149, 150, 201, 202,
8 203, 204, 205, 206, 207, 208, 209, 210, 211, 212, 213, 214, 215, 216,
9 217, 218, 219, 220, 221, 222, 301, 302, 303, 304, 305, 306, 307, 308,
10 309, 310, 311, 401, 402, 501, 502, 505, 506, 507, 508, 509, 510, 511,
11 512, 513, 514, 515, 516, 602, 603, 605, 606, 607, 608, 609, 610, 611,
12 612, 613, 614, 615, 616, 617, 618, 619, 620, 701, 702, 703, 704, 710,
13 801, 802, 803, 804, 805, 932, 933, 937, 939, and 943 (uncodified);
14 amending 2013 2nd sp.s. c 35 s 39 (uncodified); adding new sections to
15 2013 2nd sp.s. c 4 (uncodified); repealing 2013 2nd sp.s. c 4 s 720
16 (uncodified); repealing 2013 2nd sp.s. c 35 s 40(uncodified); making
17 appropriations; providing an expiration date; and declaring an
18 emergency.

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

PART I

GENERAL GOVERNMENT

Sec. 101. 2013 2nd sp.s. c 4 s 101 (uncodified) is amended to read as follows:

FOR THE HOUSE OF REPRESENTATIVES

Table with 2 columns: Description and Amount. Rows include General Fund--State Appropriation (FY 2014), General Fund--State Appropriation (FY 2015), Motor Vehicle Account--State Appropriation, and TOTAL APPROPRIATION.

Sec. 102. 2013 2nd sp.s. c 4 s 102 (uncodified) is amended to read as follows:

FOR THE SENATE

Table with 2 columns: Description and Amount. Rows include General Fund--State Appropriation (FY 2014), General Fund--State Appropriation (FY 2015), Motor Vehicle Account--State Appropriation, and TOTAL APPROPRIATION.

Sec. 103. 2013 2nd sp.s. c 4 s 103 (uncodified) is amended to read as follows:

FOR THE JOINT LEGISLATIVE AUDIT AND REVIEW COMMITTEE

Table with 2 columns: Description and Amount. Rows include General Fund--State Appropriation (FY 2014), General Fund--State Appropriation (FY 2015), Performance Audits of Government Account--State Appropriation, Medical Aid Account--State Appropriation, Accident Account--State Appropriation, and TOTAL APPROPRIATION.

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

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

7 (2) \$332,000 of the medical aid account--state appropriation and
8 \$332,000 of the accident account--state appropriation are provided for
9 the purposes of chapter 37, Laws of 2011 (workers' compensation).

10 (3) \$323,000 of the performance audits of government account--state
11 appropriation is provided for consultant and staff costs related to the
12 economic analysis of tax preferences as directed by chapter 43.136 RCW.

13 (4) The joint legislative audit and review committee shall conduct
14 an audit of Washington's state research universities. The purpose of
15 the audit is to identify cost and profit centers within, and in
16 partnership with, the research universities. The audit must focus on
17 public funds; student fees, in particular tuition; and auxiliary
18 enterprises, which for the purposes of the audit at the University of
19 Washington includes University of Washington medical center, the
20 internal lending program, the W fund, and the center for
21 commercialization. The audit at each university must achieve the
22 following:

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

27 (b) Obtain the university's definition of auxiliary enterprises and
28 determine the number of auxiliary enterprises, including the University
29 of Washington medical center, the University of Washington internal
30 lending program, the W fund, and the center for commercialization, that
31 exist in the university system, the methods the university uses to
32 track revenue and expenditures of auxiliary enterprises, and the
33 policies and practices the university has in place to ensure that state
34 funding is not used to supplement or guarantee projects or programs
35 authorized by auxiliary enterprises;

36 (c) Identify how much money is being spent on undergraduate
37 education and to what extent undergraduate education is subsidizing
38 graduate education; and

1 (d) Determine how tuition funds are being used and to what extent
2 they are being used to fund the University of Washington medical
3 center, the University of Washington internal lending program, the W
4 fund, and the center for commercialization and to back bonds authorized
5 by the university.

6 (5) The committee shall conduct a study of the current methods of
7 collecting legal financial obligations and compare those methods with
8 other debt collection methods, including contracting for debt
9 collection of legal financial obligations. The study shall include
10 analysis of the costs and revenues of current methods and compare those
11 to alternatives, and include analysis of the impact of current methods
12 and alternatives to revenues received by the state. Included shall be
13 an examination of costs and revenue generation before and after the
14 implementation of chapter 379, Laws of 2003 (SSB 5990) and chapter 362,
15 Laws of 2005 (SSB 5256) and analysis of whether these changes met the
16 legislative goals of reducing costs and increasing collections. A
17 report on the results of the analysis shall be presented to the
18 appropriate committees of the legislature by December 2014.

19 (6) The committee shall conduct a study of economic development
20 programs and projects supported by the state general fund in the
21 department of commerce. The study shall first review the extent to
22 which these programs: (a) Included specific economic development
23 targets; (b) monitored economic development targets; (c) required for
24 programs which provided support or services through contracts, whether
25 the contracts were structured such that if economic development targets
26 were not met, contracts were reviewed or revised; and (d) changed the
27 economic development targets of associate development organizations
28 relative to funding increases since 2007. The study will include the
29 feasibility of determining how to isolate other factors, such as
30 general economic trends, from the impacts of economic development
31 programs. The costs and options for conducting future analysis of the
32 outcomes specific to economic development programs shall be included
33 and a briefing report shall be provided to the appropriate committees
34 of the legislature by December 1, 2013. A complete report with study
35 data and conclusions shall be provided to the appropriate committees of
36 the legislature by December 1, 2014.

37 (7) The committee shall analyze the incidence and level of taxation
38 and business incentives available to the financial services industry in

1 Washington State, and identify the relative differences in taxes and
2 business incentives compared to California. A report shall be provided
3 to the appropriate committees of the legislature by December 1, 2014.

4 (8) The committee shall conduct an analysis of how school districts
5 use school days. The analysis must include:

6 (a) How school districts define classroom time, nonclassroom time,
7 instructional time, noninstructional time, and any other definitions of
8 how the school day is divided or used;

9 (b) Estimates of time in each category;

10 (c) How noninstructional time is distributed over the annual number
11 of school days;

12 (d) When noninstructional hours occur;

13 (e) How noninstructional hours are used, including how much
14 noninstructional time is devoted to professional development for the
15 purposes of teacher and principal evaluation training or common core
16 state standards training; and

17 (f) The extent to which the use of each category of time is
18 identified or defined in collective bargaining agreements.

19 To the extent data is not available at the statewide level, the
20 committee may use case studies or other methods to conduct the
21 analysis. The committee shall submit a report of its findings to the
22 education committees of the legislature by December 1, 2014.

23 (9) The committee shall review funding enhancement formulas that
24 provide minimum staffing unit funding to small school districts and
25 districts with school plants that have been judged by the state board
26 of education to be remote and necessary. The committee will make an
27 assessment of the current formulas and report any recommended
28 adjustments to the legislative fiscal committees of the senate and the
29 house of representatives by November 1, 2014. In assessing the current
30 formulas, the committee may consider: Enhancements being made to basic
31 education funding in the 2013-2015 omnibus appropriations act and
32 committed to under Engrossed Substitute House Bill No. 2261 (chapter
33 548, Laws of 2009) and Substitute House Bill No. 2776 (chapter 236,
34 Laws of 2010); developments in technology or educational service
35 delivery since the formulas were established; practices in other
36 states; districts' ability to provide students with access to a program
37 of education; and inter-district equity.

1 (~~(12)~~) (10) In carrying out the report required by RCW 44.28.157,
 2 the committee shall include by December 2014, an analysis of the
 3 impacts of using the Washington health benefit exchange established in
 4 chapter 43.71 RCW as a mechanism for providing health insurance for
 5 part-time certificated and classified K-12 public school employees.
 6 The analysis shall be conducted in coordination with the health care
 7 authority and shall include a review of how the exchange, federal
 8 health premium tax credits and subsidies for out-of-pocket expenses
 9 administered through the exchange, and Medicaid expansion have
 10 impacted, or could impact, health care costs for individuals, school
 11 districts, and the state. The analysis shall also include a review of
 12 the cost of stand-alone dental plans.

13 (11) Within the appropriations in this section, the joint
 14 legislative audit and review committee shall review the tax exemption
 15 provided under Engrossed House Bill No. 2447 (small business
 16 incubators) and its actual fiscal impact on state revenues to determine
 17 if the fiscal impact to state revenues reasonably conforms to the
 18 fiscal estimate in the fiscal note for this legislation.

19 **Sec. 104.** 2013 2nd sp.s. c 4 s 104 (uncodified) is amended to read
 20 as follows:

FOR THE LEGISLATIVE EVALUATION AND ACCOUNTABILITY PROGRAM COMMITTEE	
General Fund--State Appropriation (FY 2014)	\$1,653,000
General Fund--State Appropriation (FY 2015)	(\$1,811,000)
	<u>\$1,812,000</u>
TOTAL APPROPRIATION	(\$3,464,000)
	<u>\$3,465,000</u>

27 **Sec. 105.** 2013 2nd sp.s. c 4 s 105 (uncodified) is amended to read
 28 as follows:

FOR THE JOINT LEGISLATIVE SYSTEMS COMMITTEE	
General Fund--State Appropriation (FY 2014)	(\$8,004,000)
	<u>\$8,126,000</u>
General Fund--State Appropriation (FY 2015)	(\$7,973,000)
	<u>\$8,095,000</u>
TOTAL APPROPRIATION	(\$15,977,000)
	<u>\$16,221,000</u>

1 **Sec. 106.** 2013 2nd sp.s. c 4 s 106 (uncodified) is amended to read
2 as follows:

3 **FOR THE OFFICE OF THE STATE ACTUARY**

4	Department of Retirement Systems Expense	
5	Account--State Appropriation	((\$3,529,000))
6		<u>\$3,543,000</u>

7 **Sec. 107.** 2013 2nd sp.s. c 4 s 107 (uncodified) is amended to read
8 as follows:

9 **FOR THE STATUTE LAW COMMITTEE**

10	General Fund--State Appropriation (FY 2014)	((\$3,895,000))
11		<u>\$3,903,000</u>
12	General Fund--State Appropriation (FY 2015)	((\$4,102,000))
13		<u>\$4,110,000</u>
14	TOTAL APPROPRIATION	((\$7,997,000))
15		<u>\$8,013,000</u>

16 **Sec. 108.** 2013 2nd sp.s. c 4 s 108 (uncodified) is amended to read
17 as follows:

18 **FOR THE OFFICE OF LEGISLATIVE SUPPORT SERVICES**

19	General Fund--State Appropriation (FY 2014)	((\$3,686,000))
20		<u>\$3,708,000</u>
21	General Fund--State Appropriation (FY 2015)	((\$3,684,000))
22		<u>\$3,708,000</u>
23	TOTAL APPROPRIATION	((\$7,370,000))
24		<u>\$7,416,000</u>

25 **Sec. 109.** 2013 2nd sp.s. c 4 s 110 (uncodified) is amended to read
26 as follows:

27 **FOR THE SUPREME COURT**

28	General Fund--State Appropriation (FY 2014)	((\$6,911,000))
29		<u>\$7,048,000</u>
30	General Fund--State Appropriation (FY 2015)	((\$6,836,000))
31		<u>\$6,970,000</u>
32	TOTAL APPROPRIATION	((\$13,747,000))
33		<u>\$14,018,000</u>

1 **Sec. 110.** 2013 2nd sp.s. c 4 s 111 (uncodified) is amended to read
2 as follows:

3 **FOR THE LAW LIBRARY**

4	General Fund--State Appropriation (FY 2014)	((\$1,481,000))
5		<u>\$1,484,000</u>
6	General Fund--State Appropriation (FY 2015)	((\$1,468,000))
7		<u>\$1,474,000</u>
8	TOTAL APPROPRIATION	((\$2,949,000))
9		<u>\$2,958,000</u>

10 **Sec. 111.** 2013 2nd sp.s. c 4 s 112 (uncodified) is amended to read
11 as follows:

12 **FOR THE COMMISSION ON JUDICIAL CONDUCT**

13	General Fund--State Appropriation (FY 2014)	((\$1,068,000))
14		<u>\$1,071,000</u>
15	General Fund--State Appropriation (FY 2015)	((\$994,000))
16		<u>\$1,006,000</u>
17	TOTAL APPROPRIATION	((\$2,062,000))
18		<u>\$2,077,000</u>

19 **Sec. 112.** 2013 2nd sp.s. c 4 s 113 (uncodified) is amended to read
20 as follows:

21 **FOR THE COURT OF APPEALS**

22	General Fund--State Appropriation (FY 2014)	((\$15,691,000))
23		<u>\$15,832,000</u>
24	General Fund--State Appropriation (FY 2015)	((\$15,685,000))
25		<u>\$15,899,000</u>
26	TOTAL APPROPRIATION	((\$31,376,000))
27		<u>\$31,731,000</u>

28 **Sec. 113.** 2013 2nd sp.s. c 4 s 114 (uncodified) is amended to read
29 as follows:

30 **FOR THE ADMINISTRATOR FOR THE COURTS**

31	General Fund--State Appropriation (FY 2014)	((\$51,085,000))
32		<u>\$51,542,000</u>
33	General Fund--State Appropriation (FY 2015)	((\$50,771,000))
34		<u>\$51,747,000</u>
35	General Fund--Federal Appropriation	\$2,125,000

1	General Fund--Private/Local Appropriation	\$658,000
2	Judicial Information Systems Account--State	
3	Appropriation	(\$46,611,000)
4		<u>\$53,634,000</u>
5	Judicial Stabilization Trust Account--State	
6	Appropriation	\$6,691,000
7	TOTAL APPROPRIATION	(\$157,941,000)
8		<u>\$166,397,000</u>

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

11 (1) \$1,500,000 of the judicial information systems account--state
12 appropriation is provided solely for development and implementation of
13 the information network hub project.

14 (2) \$2,138,000 of the judicial information systems account--state
15 appropriation is provided solely for replacement of computer equipment,
16 including servers, routers, and storage system upgrades.

17 ~~((+4))~~ (3) The distributions made under this subsection and
18 distributions from the county criminal justice assistance account made
19 pursuant to section 801 of this act constitute appropriate
20 reimbursement for costs for any new programs or increased level of
21 service for purposes of RCW 43.135.060.

22 ~~((+5))~~ (4) \$1,199,000 of the judicial information systems
23 account--state appropriation is provided solely for replacing computer
24 equipment at state courts and state judicial agencies.

25 ~~((+6))~~ (5) ~~(\$108,000 of the general fund--state appropriation for~~
26 ~~fiscal year 2014 and))~~ \$108,000 of the general fund--state
27 appropriation for fiscal year 2015 ~~((are))~~ is provided solely for the
28 implementation of chapter 210, Laws of 2013 (Senate Bill No. 5052)
29 (superior court judges Whatcom county). The funds provided in this
30 subsection shall be expended only if the fourth superior court judge
31 position in Whatcom county is appointed and serving on the bench.

32 ~~((+7))~~ (6) ~~(\$108,000 of the general fund--state appropriation for~~
33 ~~fiscal year 2014 and))~~ \$108,000 of the general fund--state
34 appropriation for fiscal year 2015 ~~((are))~~ is provided solely for the
35 implementation of chapter 142, Laws of 2013 (House Bill No. 1175)
36 (superior court judges Benton/Franklin counties). The funds provided
37 in this subsection shall be expended only if the seventh superior court

1 judge position in Benton and Franklin counties jointly is appointed and
2 serving on the bench.

3 ~~((8) \$11,300,000 of the judicial information systems account--~~
4 ~~state appropriation is provided solely for continued implementation of~~
5 ~~the superior court case management system project. The administrative~~
6 ~~office of the courts, in consultation with the judicial information~~
7 ~~systems committee, the superior court case management system project~~
8 ~~steering committee, and the office of the chief information officer~~
9 ~~shall develop a revised charter to implement the next phases of the~~
10 ~~superior court case management system. The revised charter shall~~
11 ~~insure that the superior court case management system project steering~~
12 ~~committee continues to provide contract oversight, in collaboration~~
13 ~~with the judicial information system committee, through the~~
14 ~~implementation period and various phases of the project. Oversight~~
15 ~~responsibilities throughout the various phases of the project must~~
16 ~~include, but are not limited to, vendor management, contract and~~
17 ~~deliverable management, and assuring satisfaction of the business and~~
18 ~~technical needs at the local level. The superior court case management~~
19 ~~system project steering committee may solicit input from user groups as~~
20 ~~deemed appropriate. The revised charter shall be approved by the~~
21 ~~judicial information systems committee)) (7) \$16,606,000 of the~~
22 judicial information systems account--state appropriation is provided
23 solely for continued implementation of the superior court case
24 management system project. The administrative office of the courts, in
25 consultation with the judicial information systems committee and the
26 office of the chief information officer shall develop a revised
27 superior court case management steering committee charter to implement
28 the next phases of the superior court case management system. The
29 steering committee members shall be appointed by the judicial
30 information systems committee and shall consist of two members
31 representing each of the following groups: Court administrators,
32 superior court judges, county clerks, and the administrative office of
33 the courts. The revised charter shall insure that voting members of
34 the steering committee represent the administrative office of the
35 courts and those courts that have implemented, or have committed to
36 implement, the statewide superior court vendor solution as selected by
37 the judicial information systems committee. The revised charter shall
38 also insure that the superior court case management system project

1 steering committee continues to provide contract oversight in
2 collaboration with the judicial information system committee through
3 the implementation period. Oversight responsibilities of the steering
4 committee throughout the various phases of the project must include,
5 but are not limited to, vendor management, contract and deliverable
6 management, assuring reasonable satisfaction of the business and
7 technical needs at the local level, receipt of stakeholder feedback,
8 and communication between the various stakeholder groups and the
9 judicial information systems committee. Issues of significant scope,
10 schedule or budget changes, and risk mitigation strategies must be
11 escalated to the judicial information systems committee for
12 consideration. In the event that a majority of the steering committee
13 members cannot reach a decision, the issue must be escalated to the
14 judicial information systems committee for consideration. The superior
15 court case management system project steering committee may solicit
16 input from user groups as deemed appropriate. The revised charter
17 shall be approved by the judicial information systems committee.

18 ((+9)) (8) \$1,399,000 of the general fund--state appropriation for
19 fiscal year 2014 and \$1,399,000 of the general fund--state
20 appropriation for fiscal year 2015 are provided solely for school
21 districts for petitions to juvenile court for truant students as
22 provided in RCW 28A.225.030 and 28A.225.035. The administrator for the
23 courts shall develop an interagency agreement with the superintendent
24 of public instruction to allocate the funding provided in this
25 subsection. Allocation of this money to school districts shall be
26 based on the number of petitions filed. This funding includes amounts
27 school districts may expend on the cost of serving petitions filed
28 under RCW 28A.225.030 by certified mail or by personal service or for
29 the performance of service of process for any hearing associated with
30 RCW 28A.225.030.

31 ((+10)) (9)(a) \$7,313,000 of the general fund--state appropriation
32 for fiscal year 2014 and \$7,313,000 of the general fund--state
33 appropriation for fiscal year 2015 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 2013-2015 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 fiscal committees no later than
12 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 ~~((+11))~~ (10) \$274,000 of the general fund--state appropriation for
16 fiscal year 2014 and \$274,000 of the general fund--state appropriation
17 for fiscal year 2015 are provided solely for the office of public
18 guardianship to continue guardianship services for those low-income
19 incapacitated persons who were receiving services on June 30, 2013.

20 ~~((+12) \$333,000)~~ (11) \$1,426,000 of the judicial information
21 systems account--state appropriation is provided solely for the content
22 management system for the appellate courts.

23 (12) The administrative office of the courts and the judicial
24 information systems committee shall develop statewide superior court
25 data collection and exchange standards. Upon implementation, these
26 standards must be met by each superior court in order to continue to
27 receive judicial information systems account funding or equipment and
28 services funded by the account. For those courts that do not use the
29 statewide superior court vendor solution as chosen by the judicial
30 information systems committee, judicial information systems account
31 funds may not be allocated for (a) the costs to meet the data
32 collection and exchange standards developed by administrative office of
33 the courts and judicial information systems committee, and (b) the
34 costs to develop and implement local court case management systems.

35 **Sec. 114.** 2013 2nd sp.s. c 4 s 115 (uncodified) is amended to read
36 as follows:

1 **FOR THE OFFICE OF PUBLIC DEFENSE**

2	General Fund--State Appropriation (FY 2014)	((\$30,410,000))
3		<u>\$30,662,000</u>
4	General Fund--State Appropriation (FY 2015)	((\$33,719,000))
5		<u>\$33,722,000</u>
6	Judicial Stabilization Trust Account--State	
7	Appropriation	\$3,648,000
8	General Fund--Federal Appropriation	((\$152,000))
9		<u>\$304,000</u>
10	TOTAL APPROPRIATION	((\$67,929,000))
11		<u>\$68,336,000</u>

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

- 14 (1) The amounts provided include funding for expert and
15 investigative services in death penalty personal restraint petitions.
- 16 (2) \$3,378,000 of the general fund--state appropriation for fiscal
17 year 2015 is provided solely to expand the parents representation
18 program into Asotin, Columbia, Garfield, King, Whatcom, and Whitman
19 counties.

20 **Sec. 115.** 2013 2nd sp.s. c 4 s 116 (uncodified) is amended to read
21 as follows:

22 **FOR THE OFFICE OF CIVIL LEGAL AID**

23	General Fund--State Appropriation (FY 2014)	\$10,862,000
24	General Fund--State Appropriation (FY 2015)	((\$10,870,000))
25		<u>\$11,149,000</u>
26	Judicial Stabilization Trust Account--State	
27	Appropriation	\$1,454,000
28	TOTAL APPROPRIATION	((\$23,186,000))
29		<u>\$23,465,000</u>

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

1 **Sec. 116.** 2013 2nd sp.s. c 4 s 117 (uncodified) is amended to read
2 as follows:

3 **FOR THE OFFICE OF THE GOVERNOR**

4 General Fund--State Appropriation (FY 2014)	((\$5,509,000))
5	<u>\$5,565,000</u>
6 General Fund--State Appropriation (FY 2015)	((\$5,217,000))
7	<u>\$5,277,000</u>
8 Economic Development Strategic Reserve Account--State	
9 Appropriation	\$4,000,000
10 TOTAL APPROPRIATION	((\$14,726,000))
11	<u>\$14,842,000</u>

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

14 (1) \$4,000,000 of the economic development strategic reserve
15 account appropriation is provided solely for efforts to assist with
16 currently active industrial recruitment efforts that will bring new
17 jobs to the state or will retain headquarter locations of major
18 companies currently housed in the state.

19 (2) \$684,000 of the general fund--state appropriation for fiscal
20 year 2014 and \$684,000 of the general fund--state appropriation for
21 fiscal year 2015 are provided solely for the office of the education
22 ombudsman.

23 (3) \$258,000 of the general fund--state appropriation for fiscal
24 year 2014 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, 2013, the amount provided in this
27 subsection shall lapse.

28 (4) \$35,000 of the general fund--state appropriation for fiscal
29 year 2014 is provided solely for the implementation of Second
30 Substitute House Bill No. 1709 (foreign language interpreters). If the
31 bill is not enacted by June 30, 2014, the amount provided in this
32 subsection shall lapse.

33 (5) \$50,000 of the general fund--state appropriation for fiscal
34 year 2015 is provided solely for the office of the education ombuds to
35 provide special education ombuds services. Beginning in fiscal year
36 2015, the superintendent of public instruction must enter into an
37 interagency agreement with the office of the education ombuds to
38 provide support for additional special education ombuds services.

1 **Sec. 117.** 2013 2nd sp.s. c 4 s 118 (uncodified) is amended to read
2 as follows:

3 **FOR THE LIEUTENANT GOVERNOR**

4	General Fund--State Appropriation (FY 2014)	\$654,000
5	General Fund--State Appropriation (FY 2015)	(\$658,000)
6		<u>\$665,000</u>
7	General Fund--Private/Local Appropriation	\$90,000
8	TOTAL APPROPRIATION	(\$1,402,000)
9		<u>\$1,409,000</u>

10 **Sec. 118.** 2013 2nd sp.s. c 4 s 119 (uncodified) is amended to read
11 as follows:

12 **FOR THE PUBLIC DISCLOSURE COMMISSION**

13	General Fund--State Appropriation (FY 2014)	(\$2,082,000)
14		<u>\$2,087,000</u>
15	General Fund--State Appropriation (FY 2015)	(\$2,015,000)
16		<u>\$2,189,000</u>
17	TOTAL APPROPRIATION	(\$4,097,000)
18		<u>\$4,276,000</u>

19 The appropriations in this section are subject to the following
20 conditions and limitations: \$100,000 of the general fund--state
21 appropriation for fiscal year 2015 is provided solely for the
22 implementation of Engrossed Third Substitute House Bill No. 1005
23 (campaign report filing). If the bill is not enacted by June 30, 2014,
24 the amount provided in this subsection shall lapse.

25 **Sec. 119.** 2013 2nd sp.s. c 4 s 120 (uncodified) is amended to read
26 as follows:

27 **FOR THE SECRETARY OF STATE**

28	General Fund--State Appropriation (FY 2014)	(\$11,356,000)
29		<u>\$11,827,000</u>
30	General Fund--State Appropriation (FY 2015)	(\$9,535,000)
31		<u>\$9,581,000</u>
32	General Fund--Federal Appropriation	(\$7,419,000)
33		<u>\$7,450,000</u>
34	Public Records Efficiency, Preservation, and Access	
35	Account--State Appropriation	(\$7,361,000)
36		<u>\$7,538,000</u>

1	Charitable Organization Education Account--State	
2	Appropriation	\$364,000
3	Local Government Archives Account--State	
4	Appropriation	((\$8,467,000))
5		<u>\$8,510,000</u>
6	Election Account--Federal Appropriation	\$12,016,000
7	Washington State Heritage Center Account--State	
8	Appropriation	\$8,860,000
9	TOTAL APPROPRIATION	((\$65,378,000))
10		<u>\$66,166,000</u>

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

13 (1) ((~~\$3,301,000~~)) \$3,767,000 of the general fund--state
14 appropriation for fiscal year 2014 is provided solely to reimburse
15 counties for the state's share of primary and general election costs
16 and the costs of conducting mandatory recounts on state measures.
17 Counties shall be reimbursed only for those odd-year election costs
18 that the secretary of state validates as eligible for reimbursement.

19 (2)(a) \$1,847,000 of the general fund--state appropriation for
20 fiscal year 2014 and \$1,926,000 of the general fund--state
21 appropriation for fiscal year 2015 are provided solely for contracting
22 with a nonprofit organization to produce gavel-to-gavel television
23 coverage of state government deliberations and other events of
24 statewide significance during the 2013-2015 fiscal biennium. The
25 funding level for each year of the contract shall be based on the
26 amount provided in this subsection. The nonprofit organization shall
27 be required to raise contributions or commitments to make
28 contributions, in cash or in kind, in an amount equal to forty percent
29 of the state contribution. The office of the secretary of state may
30 make full or partial payment once all criteria in this subsection have
31 been satisfactorily documented.

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

37 (c) The nonprofit organization shall prepare an annual independent

1 audit, an annual financial statement, and an annual report, including
2 benchmarks that measure the success of the nonprofit organization in
3 meeting the intent of the program.

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

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

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

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

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

18 (4) It is the intent of the legislature to consider during the 2014
19 legislative session funding for the publication and distribution of a
20 primary election voters pamphlet.

21 (5) \$771,000 of the general fund--state appropriation for fiscal
22 year 2014 and \$772,000 of the general fund--state appropriation for
23 fiscal year 2015 are provided solely for the state library to purchase
24 statewide on-line access to the information technology academy to allow
25 public access to on-line courses and learning resources through public
26 libraries.

27 (6) \$44,000 of the general fund--state appropriation for fiscal
28 year 2015 is provided solely for implementation of Substitute House
29 Bill No. 2552 (signature gathering). If the bill is not enacted by
30 June 30, 2014, the amount provided in this subsection shall lapse.

31 (7) The legislature finds that the volume of state records retained
32 in paper format continues to grow, increasing the records storage costs
33 for the state. The secretary of state shall convene a work group to
34 study methods for retaining records in electronic formats and for
35 shorter periods of time, with the goal of reducing the volume of stored
36 paper records by ten percent by the end of 2016, and an additional ten
37 percent by the end of 2018. The following state agencies shall

1 participate in the work group, which shall report back to the
2 appropriate committees of the legislature by December 31, 2014, and
3 December 31, 2015:

- 4 (a) Office of the secretary of state;
- 5 (b) Office of the attorney general;
- 6 (c) Office of the state auditor;
- 7 (d) Office of financial management;
- 8 (e) Department of corrections;
- 9 (f) Department of social and health services;
- 10 (g) Department of health; and
- 11 (h) Department of transportation.

12 **Sec. 120.** 2013 2nd sp.s. c 4 s 121 (uncodified) is amended to read
13 as follows:

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

15	General Fund--State Appropriation (FY 2014)	((\$253,000))
16		<u>\$249,000</u>
17	General Fund--State Appropriation (FY 2015)	((\$248,000))
18		<u>\$255,000</u>
19	TOTAL APPROPRIATION	((\$501,000))
20		<u>\$504,000</u>

21 The appropriations in this section are subject to the following
22 conditions and limitations: The office shall assist the department of
23 enterprise services on providing the government-to-government training
24 sessions for federal, state, local, and tribal government employees.
25 The training sessions shall cover tribal historical perspectives, legal
26 issues, tribal sovereignty, and tribal governments. Costs of the
27 training sessions shall be recouped through a fee charged to the
28 participants of each session. The department of enterprise services
29 shall be responsible for all of the administrative aspects of the
30 training, including the billing and collection of the fees for the
31 training.

32 **Sec. 121.** 2013 2nd sp.s. c 4 s 122 (uncodified) is amended to read
33 as follows:

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

35	General Fund--State Appropriation (FY 2014)	((\$213,000))
36		<u>\$210,000</u>

1 General Fund--State Appropriation (FY 2015) ((\$207,000))
 2 \$213,000
 3 TOTAL APPROPRIATION ((\$420,000))
 4 \$423,000

5 **Sec. 122.** 2013 2nd sp.s. c 4 s 123 (uncodified) is amended to read
 6 as follows:

7 **FOR THE STATE TREASURER**

8 State Treasurer's Service Account--State
 9 Appropriation ((\$14,924,000))
 10 \$14,945,000

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

16 **Sec. 123.** 2013 2nd sp.s. c 4 s 124 (uncodified) is amended to read
 17 as follows:

18 **FOR THE STATE AUDITOR**

19 General Fund--State Appropriation (FY 2014) ((\$728,000))
 20 \$755,000
 21 General Fund--State Appropriation (FY 2015) ((\$733,000))
 22 \$763,000
 23 State Auditing Services Revolving Account--State
 24 Appropriation ((\$9,573,000))
 25 \$9,580,000
 26 (~~Performance Audits of Government Account--State~~
 27 ~~Appropriation \$56,000))
 28 TOTAL APPROPRIATION ((\$11,090,000))
 29 \$11,098,000~~

30 The appropriations in this section are subject to the following
 31 conditions and limitations: (~~(1) \$728,000~~) \$755,000 of the general
 32 fund--state appropriation for fiscal year 2014 and (~~\$733,000~~)
 33 \$763,000 of the general fund--state appropriation for fiscal year 2015
 34 are provided solely for staff and related costs to verify the accuracy
 35 of reported school district data submitted for state funding purposes;
 36 conduct school district program audits of state funded public school

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

5 **Sec. 124.** 2013 2nd sp.s. c 4 s 125 (uncodified) is amended to read
6 as follows:

7 **FOR THE CITIZENS' COMMISSION ON SALARIES FOR ELECTED OFFICIALS**

8	General Fund--State Appropriation (FY 2014)	((\$141,000))
9		<u>\$138,000</u>
10	General Fund--State Appropriation (FY 2015)	((\$171,000))
11		<u>\$175,000</u>
12	TOTAL APPROPRIATION	((\$312,000))
13		<u>\$313,000</u>

14 **Sec. 125.** 2013 2nd sp.s. c 4 s 126 (uncodified) is amended to read
15 as follows:

16 **FOR THE ATTORNEY GENERAL**

17	General Fund--State Appropriation (FY 2014)	((\$10,456,000))
18		<u>\$11,019,000</u>
19	General Fund--State Appropriation (FY 2015)	((\$10,132,000))
20		<u>\$10,764,000</u>
21	General Fund--Federal Appropriation	\$7,114,000
22	New Motor Vehicle Arbitration Account--State	
23	Appropriation	\$997,000
24	Legal Services Revolving Account--State	
25	Appropriation	((\$191,286,000))
26		<u>\$199,707,000</u>
27	Tobacco Prevention and Control Account--State	
28	Appropriation	\$271,000
29	Medicaid Fraud Penalty Account--State Appropriation	\$2,279,000
30	Public Services Revolving Account--State	
31	Appropriation	\$2,093,000
32	TOTAL APPROPRIATION	((\$224,628,000))
33		<u>\$234,244,000</u>

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

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

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

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

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

35 (5) \$424,000 of the legal services revolving account--state
36 appropriation is provided solely for replacement of a portion of the
37 agency's personal computers. The amount provided in this subsection is
38 conditioned on the department satisfying the requirements of the

1 project management oversight standards and policies established by the
2 office of the chief information officer and section 945 of this act,
3 personal computer acquisition and replacement.

4 (6) \$609,000 of the legal services revolving account--state
5 appropriation is provided solely for upgrades to software programs.
6 The amount provided in this subsection is conditioned on the department
7 satisfying the requirements of the project management oversight
8 standards and policies established by the office of the chief
9 information officer.

10 (7) \$150,000 of the legal services revolving account--state
11 appropriation is provided solely for the implementation of Engrossed
12 Second Substitute Senate Bill No. 5405 (extended foster care). If the
13 bill is not enacted by June 30, 2013, the amount provided in this
14 subsection shall lapse.

15 (8) \$50,000 of the general fund--state appropriation for fiscal
16 year 2014 and \$50,000 of the general fund--state appropriation for
17 fiscal year 2015 are provided solely for the implementation of
18 Engrossed Substitute House Bill No. 1341 (wrongful imprisonment). If
19 the bill is not enacted by June 30, 2013, the amount provided in this
20 subsection shall lapse.

21 (9) \$189,000 of the legal services revolving account--state
22 appropriation is provided solely for the implementation of Substitute
23 House Bill No. 1420 (transportation improvement projects). If the bill
24 is not enacted by June 30, 2013, the amount provided in this subsection
25 shall lapse.

26 (10) \$2,093,000 of the public service revolving account--state
27 appropriation is provided solely for the work of the public counsel
28 section of the office of the attorney general.

29 (11) \$353,000 of the general fund--state appropriation for fiscal
30 year 2014 and \$353,000 of the general fund--state appropriation for
31 fiscal year 2015 are provided solely for a grant to the Washington
32 coalition of crime victim advocates to provide training, certification,
33 and technical assistance for crime victim service center advocates.

34 (12) \$69,000 of the general fund--state appropriation for fiscal
35 year 2015 is provided solely for implementation of Substitute House
36 Bill No. 2171 (veterans, military personnel). If the bill is not
37 enacted by June 30, 2014, the amount provided in this subsection shall
38 lapse.

1 (13) \$141,000 of the legal services revolving account--state
2 appropriation is provided solely for implementation of Substitute House
3 Bill No. 2331 (public works payroll records). If the bill is not
4 enacted by June 30, 2014, the amount provided in this subsection shall
5 lapse.

6 (14) \$120,000 of the legal services revolving account--state
7 appropriation is provided solely for implementation of Engrossed Second
8 Substitute House Bill No. 2149 (medical marijuana). If the bill is not
9 enacted by June 30, 2014, the amount provided in this subsection shall
10 lapse.

11 (15) \$259,000 of the legal services revolving account--state
12 appropriation is provided solely for implementation of Substitute House
13 Bill No. 2146 (labor and industries appeal bonds). If the bill is not
14 enacted by June 30, 2014, the amount provided in this subsection shall
15 lapse.

16 **Sec. 126.** 2013 2nd sp.s. c 4 s 127 (uncodified) is amended to read
17 as follows:

18 **FOR THE CASELOAD FORECAST COUNCIL**

19	General Fund--State Appropriation (FY 2014)	((\$1,260,000))
20		<u>\$1,211,000</u>
21	General Fund--State Appropriation (FY 2015)	((\$1,230,000))
22		<u>\$1,216,000</u>
23	TOTAL APPROPRIATION	((\$2,490,000))
24		<u>\$2,427,000</u>

25 **Sec. 127.** 2013 2nd sp.s. c 4 s 128 (uncodified) is amended to read
26 as follows:

27 **FOR THE DEPARTMENT OF COMMERCE**

28	General Fund--State Appropriation (FY 2014)	((\$63,076,000))
29		<u>\$61,549,000</u>
30	General Fund--State Appropriation (FY 2015)	((\$60,151,000))
31		<u>\$63,485,000</u>
32	General Fund--Federal Appropriation	((\$265,004,000))
33		<u>\$266,894,000</u>
34	General Fund--Private/Local Appropriation	((\$5,638,000))
35		<u>\$5,620,000</u>
36	Public Works Assistance Account--State	

1	Appropriation	((\$3,036,000))
2		<u>\$3,136,000</u>
3	Drinking Water Assistance Administrative	
4	Account--State Appropriation	((\$445,000))
5		<u>\$443,000</u>
6	Lead Paint Account--State Appropriation	\$147,000
7	Building Code Council Account--State Appropriation	\$13,000
8	Home Security Fund Account--State Appropriation	((\$25,452,000))
9		<u>\$25,468,000</u>
10	Affordable Housing for All Account--State	
11	Appropriation	((\$11,915,000))
12		<u>\$11,910,000</u>
13	Financial Fraud and Identity Theft Crimes Investigation	
14	and Prosecution Account--State Appropriation	((\$969,000))
15		<u>\$1,166,000</u>
16	Low-Income Weatherization Assistance Account--State	
17	Appropriation	((\$1,882,000))
18		<u>\$1,879,000</u>
19	Community and Economic Development Fee Account--State	
20	Appropriation	((\$5,303,000))
21		<u>\$5,300,000</u>
22	Washington Housing Trust Account--State	
23	Appropriation	((\$19,592,000))
24		<u>\$18,633,000</u>
25	Prostitution Prevention and Intervention Account--	
26	State Appropriation	\$98,000
27	Public Facility Construction Loan Revolving	
28	Account--State Appropriation	((\$758,000))
29		<u>\$773,000</u>
30	Washington Community Technology Opportunity Account--	
31	Private/Local Appropriation	\$10,000
32	Liquor Revolving Account--State Appropriation	\$5,605,000
33	TOTAL APPROPRIATION	((\$469,094,000))
34		<u>\$472,129,000</u>

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

37 (1) Repayments of outstanding mortgage and rental assistance
38 program loans administered by the department under RCW 43.63A.640 shall

1 be remitted to the department, including any current revolving account
2 balances. The department shall collect payments on outstanding loans,
3 and deposit them into the state general fund. Repayments of funds owed
4 under the program shall be remitted to the department according to the
5 terms included in the original loan agreements.

6 (2) \$500,000 of the general fund--state appropriation for fiscal
7 year 2014 and \$500,000 of the general fund--state appropriation for
8 fiscal year 2015 are provided solely for a grant to resolution
9 Washington to building statewide capacity for alternative dispute
10 resolution centers and dispute resolution programs that guarantee that
11 citizens have access to low-cost resolution as an alternative to
12 litigation.

13 (3) \$306,000 of the general fund--state appropriation for fiscal
14 year 2014 and \$306,000 of the general fund--state appropriation for
15 fiscal year 2015 are provided solely for a grant to the retired senior
16 volunteer program.

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

21 (5) \$375,000 of the general fund--state appropriation for fiscal
22 year 2014 and \$375,000 of the general fund--state appropriation for
23 fiscal year 2015 are provided solely as pass-through funding to Walla
24 Walla Community College for its water and environmental center.

25 (6) \$1,800,000 of the home security fund--state appropriation is
26 provided for transitional housing assistance or partial payments for
27 rental assistance under the independent youth housing program.

28 (7) \$5,000,000 of the home security fund--state appropriation is
29 for the operation, repair, and staffing of shelters in the homeless
30 family shelter program.

31 (8) \$198,000 of the general fund--state appropriation for fiscal
32 year 2014 and (~~(\$198,000)~~) \$398,000 of the general fund--state
33 appropriation for fiscal year 2015 are provided solely for the
34 Washington new Americans program.

35 (9) \$2,949,000 of the general fund--state appropriation for fiscal
36 year 2014 and \$2,949,000 of the general fund--state appropriation for
37 fiscal year 2015 are provided solely for associate development
38 organizations. During the 2013-2015 fiscal biennium, the department

1 shall consider an associate development organization's total resources
2 when making contracting and fund allocation decisions, in addition to
3 the schedule provided in RCW 43.330.086.

4 (10) \$234,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$233,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for the Washington asset building
7 coalitions.

8 (11) \$5,605,000 of the liquor revolving account--state
9 appropriation is provided solely for the department to contract with
10 the municipal research and services center of Washington.

11 (12) \$500,000 of the general fund--state appropriation for fiscal
12 year 2014 and \$500,000 of the general fund--state appropriation for
13 fiscal year 2015 are provided solely for the purposes of purchasing
14 contracted services to expand and promote the tourism industry in the
15 state of Washington.

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

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

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

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

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

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

34 (c) The department has the authority to designate one or more
35 alternative contractors if necessary due to performance or other
36 significant issues. Such change must only be made after consultation
37 with the Washington tourism alliance, the governor's office, and the

1 chairs and ranking members of the economic development committees of
2 the legislature.

3 (13) \$72,000 of the prostitution prevention and intervention
4 account is provided solely for implementation of Engrossed Substitute
5 House Bill No. 1291 (sex trade victims). If the bill is not enacted by
6 June 30, 2013, the amount provided in this subsection shall lapse.

7 (14) \$49,000 of the general fund--state appropriation for fiscal
8 year 2014 and \$49,000 of the general fund--state appropriation for
9 fiscal year 2015 are provided solely for implementation of House Bill
10 No. 1818 (business and government streamlining). If the bill is not
11 enacted by June 30, 2013, the amounts provided in this subsection shall
12 lapse.

13 (15) \$36,000 of the general fund--state appropriation for fiscal
14 year 2014 and \$37,000 of the general fund--state appropriation for
15 fiscal year 2015 are provided solely for the department to develop an
16 economic cluster strategy to leverage the state's unique maritime
17 assets, geography, history, and infrastructure. Goals include growing
18 employment, targeted economic activity, environmental considerations,
19 tax revenue to state and local governments, and quality of life
20 associated with the maritime sector by working with the industry to
21 understand workforce needs, parity considerations with Oregon and
22 British Columbia, and tax structure and regulatory barriers. The
23 department will report its findings to the appropriate committees of
24 the legislature no later than December 1, 2014.

25 (16) \$2,000,000 of the Washington housing trust account--state
26 appropriation is provided solely for the department of commerce for
27 services to homeless families through the Washington families fund.

28 (17) \$5,000,000 of the home security account--state appropriation
29 is provided solely for the department of commerce to provide emergency
30 assistance to homeless families in the temporary assistance for needy
31 families program.

32 (18) \$75,000 of the general fund--state appropriation for fiscal
33 year 2014 is provided solely for the economic development commission to
34 retain one current administrative position. The department shall
35 convene a work group, chaired by the current chair of the economic
36 development commission, of representatives of associate development
37 organizations and the economic development commission to recommend:

38 (1) Changes to the economic development commission's purpose and source

1 and amount of funding; (2) objective benchmarks and outcome-based
2 performance measures for evaluating state investments in economic
3 development; (3) high priority regulatory reforms to foster a favorable
4 business climate for long-term private sector job creation and
5 competitiveness; and (4) organizational roles responsibilities and
6 structures to strengthen cohesive planning, streamline execution, and
7 improve outcomes. The work group shall be comprised of representatives
8 from no less than eight associate development organizations
9 representing both urban and rural counties and counties on both sides
10 of the Cascade range. The department shall submit a report of the work
11 group's recommendation to the fiscal and economic development policy
12 committees of the legislature by December 15, 2013.

13 (19) (~~(\$4,000,000)~~) \$2,515,000 of the general fund--state
14 appropriation for fiscal year 2014 and (~~(\$850,000)~~) \$3,779,000 of the
15 general fund--state appropriation for fiscal year 2015 are provided
16 solely for purposes of creating and operating a community health care
17 and education and innovation center at the Pacific Medical Center in
18 Seattle. Amounts provided in this subsection must be used for lease,
19 maintenance, operations, and other required related expenses for
20 Seattle community colleges allied health programs and other related
21 uses identified by the department of commerce. The department is
22 authorized to enter into a thirty-year lease for the Pacific Medical
23 Center property.

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

33 (21) \$700,000 of the general fund--state appropriation for fiscal
34 year 2014 and \$700,000 of the general fund--state appropriation for
35 fiscal year 2015 are provided solely for the department to identify and
36 invest in strategic growth areas, support key sectors, and align
37 existing economic development programs and priorities. The department
38 must consider Washington's position as the most trade dependent state

1 when identifying priority investments. The department must engage
2 states and provinces in the northwest as well as associate development
3 organizations, small business development centers, chambers of
4 commerce, ports, and other partners to leverage the funds provided.
5 For each dollar expended the department must receive a one hundred
6 percent match. The match may be provided by the department through
7 nongeneral fund sources, or any partnering governments or
8 organizations. The department must develop performance metrics and
9 milestones. The department must electronically submit the performance
10 metrics and performance-to-date by January 1, 2014, to the economic
11 development committees of the legislature.

12 (22) The department is authorized to suspend issuing any
13 nonstatutorily required grants or contracts of an amount less than
14 \$1,000,000 per year.

15 (23) The department is authorized to require an applicant to pay an
16 application fee to cover the cost of reviewing the project and
17 preparing an advisory opinion on whether a proposed electric generation
18 project or conservation resource qualifies to meet mandatory
19 conservation targets.

20 (24) \$25,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$25,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely for the economic impact and
23 infrastructure cost study for Covington town center.

24 (25) The department is directed to work with innovation partnership
25 zone administrators to review the existing grant program, including the
26 criteria for designation as an innovation partnership zone and the
27 grant funding criteria. The department shall submit its report to the
28 legislature by December 1, 2013.

29 (26) \$250,000 of the general fund--state appropriation for fiscal
30 year 2015 is provided solely for the implementation of Second
31 Substitute House Bill No. 1072 (agricultural labor skills and safety).
32 If the bill is not enacted by June 30, 2014, the amount provided in
33 this subsection shall lapse.

34 (27) \$26,000 of the home security fund account--state appropriation
35 is provided solely for the implementation of Substitute House Bill No.
36 2415 (homeless status certify). If the bill is not enacted by June 30,
37 2014, the amount provided in this subsection shall lapse.

1 (28) \$67,000 of the general fund--federal appropriation, \$111,000
2 of the public works assistance account--state appropriation, \$129,000
3 of the Washington housing trust account--state appropriation, and
4 \$18,000 of the public facility construction loan revolving account--
5 state appropriation are provided solely for the implementation of
6 Substitute House Bill No. 2331 (public works payroll records). If the
7 bill is not enacted by June 30, 2014, the amounts provided in this
8 subsection shall lapse.

9 (29) \$466,000 of the Washington housing trust account--state
10 appropriation is provided solely for the department to provide one-time
11 funding to the Tacoma housing authority to offset expenses associated
12 with remediating units of low-income housing that have been
13 contaminated by the manufacture or use of methamphetamine. The Tacoma
14 housing authority must be required to provide sufficient documentation
15 to verify the costs associated with remediating units of low-income
16 housing that have been contaminated by the manufacture or use of
17 methamphetamine for which they request support. The department may
18 make full or partial payment once sufficient documentation has been
19 provided.

20 **Sec. 128.** 2013 2nd sp.s. c 4 s 129 (uncodified) is amended to read
21 as follows:

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

23	General Fund--State Appropriation (FY 2014)	.. . . . ((\$764,000))
24		\$758,000
25	General Fund--State Appropriation (FY 2015)	.. . . . ((\$802,000))
26		\$818,000
27	Lottery Administrative Account--State Appropriation	.. . . . \$50,000
28	TOTAL APPROPRIATION	.. . . . ((\$1,616,000))
29		\$1,626,000

30 **Sec. 129.** 2013 2nd sp.s. c 4 s 130 (uncodified) is amended to read
31 as follows:

32 **FOR THE OFFICE OF FINANCIAL MANAGEMENT**

33	General Fund--State Appropriation (FY 2014)	.. . . . ((\$18,414,000))
34		\$17,949,000
35	General Fund--State Appropriation (FY 2015)	.. . . . ((\$17,542,000))
36		\$17,954,000

1	General Fund--Federal Appropriation	((\$31,340,000))
2		<u>\$34,340,000</u>
3	General Fund--Private/Local Appropriation	\$370,000
4	Economic Development Strategic Reserve Account--State	
5	Appropriation	\$289,000
6	Personnel Service Fund--State Appropriation	((\$8,656,000))
7		<u>\$8,642,000</u>
8	Data Processing Revolving Account--State	
9	Appropriation	((\$6,015,000))
10		<u>\$6,580,000</u>
11	Higher Education Personnel Services Account--State	
12	Appropriation	\$1,497,000
13	Performance Audits of Government Account--State	
14	Appropriation	\$4,000,000
15	TOTAL APPROPRIATION	((\$88,123,000))
16		<u>\$91,621,000</u>

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

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

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

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

1 (2) \$350,000 of the general fund--state appropriation for fiscal
2 year 2014 is provided solely for implementation of Engrossed Second
3 Substitute Senate Bill No. 5802 (greenhouse gas emissions). If the
4 bill is not enacted by June 30, 2013, the amount provided in this
5 subsection shall lapse.

6 (3) \$536,000 of the general fund--state appropriation for fiscal
7 year 2014 is provided solely for a study of the state's medical and
8 public assistance eligibility systems and infrastructure with the goal
9 of simplifying procedures, improving customer service, and reducing
10 state expenditures. The study must also examine which state entities
11 play various roles in the eligibility and data verification processes
12 in order to determine if eligibility processes can be further
13 streamlined in light of changes related to the federal affordable care
14 act. The study must identify how costs will be allocated between state
15 and federal funding sources and options for maximizing federal
16 participation. The office of financial management shall provide a
17 report on its findings and recommendations to the relevant policy and
18 fiscal committees of the legislature by January 1, 2014.

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

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

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

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

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

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

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

6 (A) Performance in specific metrics;

7 (B) Control and reduction where possible of resident undergraduate
8 and graduate tuition; and

9 (C) Efficient utilization of classrooms, laboratories, and online
10 and other high technology instructional methods;

11 (ii) A methodology for allocating funding for performance as
12 specified in (c)(i)(A) of this subsection that is based on performance
13 metrics reported in the accountability monitoring and reporting system
14 established in RCW 28B.77.090 and that recognizes each institution's
15 unique mission by measuring each institution's performance in these
16 metrics against its past performance;

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

20 (iv) A methodology for establishing a baseline level of state
21 funding that:

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

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

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

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

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

35 (5) \$121,000 of the general fund--state appropriation for fiscal
36 year 2015 is provided solely for the implementation of Substitute House
37 Bill No. 2651 (higher education transparency) and Substitute House Bill

1 No. 2336 (higher education department budgets). If neither of the
2 bills is enacted by June 30, 2014, the amount provided in this
3 subsection shall lapse.

4 (6) \$37,000 of the data processing revolving account--state
5 appropriation is provided solely for the implementation of Engrossed
6 Second Substitute House Bill No. 2192 (state agency permitting). If
7 the bill is not enacted by June 30, 2014, the amounts provided in this
8 subsection shall lapse.

9 (7) \$262,000 of the general fund--state appropriation for fiscal
10 year 2015 is provided solely for the implementation of Substitute House
11 Bill No. 2739 (student success in schools). If the bill is not enacted
12 by June 30, 2014, the amount provided in this subsection shall lapse.

13 (8) \$200,000 of the general fund--state appropriation for fiscal
14 year 2015 is provided solely for the office of financial management to
15 enter into a contract with a data collection expert and a mediator to
16 implement a process to develop solutions for maintaining the greatest
17 level of public access under the public records act, chapter 42.56 RCW,
18 with the least impact to government resources and operations. The
19 process must be completed in two phases in accordance with the
20 following requirements:

21 (a) In the first phase, the data collection expert, based on
22 guidance and input from a work group of stakeholders, shall conduct a
23 fact-finding effort to: (i) Determine the impact of overly broad and
24 harassing public records requests to state and local governments; and
25 (ii) identify resources and potential models that have been developed
26 by entities in Washington, as well as by other states facing these same
27 issues. The data collection expert must complete this fact-finding and
28 provide a report with this information to the office of financial
29 management and the mediator referenced in this subsection.

30 (b) In the second phase, the mediator shall facilitate discussions
31 between stakeholders. The goal of the discussions shall be to: (i)
32 Reevaluate best management practices for local governments to improve
33 records management and practices; (ii) develop alternative dispute
34 resolution options; and (iii) address the lack of resources available
35 within local governments to respond to public records requests. The
36 mediator must work and consult with willing participants including, but
37 not limited to, the state auditor's office, the state attorney
38 general's office, the secretary of state's office, a statewide

1 organization representing newspapers, a statewide coalition promoting
2 open government laws, a statewide association representing cities, a
3 statewide association representing counties, a statewide association
4 representing school districts, a statewide association representing
5 ports, a statewide association of hospital districts, and a statewide
6 association representing fire districts. The mediator must involve and
7 advise legislators and legislative staff of these efforts. The
8 mediator must issue a final report of findings and recommendations to
9 the office of financial management, the governor, and the appropriate
10 committees of legislature by June 30, 2015.

11 (9) \$300,000 of the general fund--state appropriation for fiscal
12 year 2015 is provided solely for an analysis of statewide jail needs
13 and how operational costs are incurred among local governments. The
14 analysis must examine, among other things, how regional capacity is
15 currently being utilized at the state and local level and the financial
16 impact to counties of providing felon and juvenile detention. A report
17 of findings must be provided to the governor and legislative fiscal
18 committees by November 1, 2014.

19 **Sec. 130.** 2013 2nd sp.s. c 4 s 131 (uncodified) is amended to read
20 as follows:

21 **FOR THE OFFICE OF ADMINISTRATIVE HEARINGS**
22 Administrative Hearings Revolving Account--State
23 Appropriation ((\$37,772,000))
24 \$38,212,000

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

27 (1) \$151,000 of the administrative hearings revolving account--
28 state appropriation is provided solely for replacement of computer
29 equipment, including servers, routers, and storage system upgrades.
30 The amount provided in this subsection is conditioned on the department
31 satisfying the requirements of the project management oversight
32 standards and policies established by the office of the chief
33 information officer.

34 (2) \$93,000 of the administrative hearings revolving account--state
35 appropriation is provided solely for the implementation of Substitute
36 House Bill No. 2146 (labor and industries appeal bonds). If the bill

1 is not enacted by June 30, 2014, the amount provided in this subsection
2 shall lapse.

3 **Sec. 131.** 2013 2nd sp.s. c 4 s 132 (uncodified) is amended to read
4 as follows:

5 **FOR THE WASHINGTON STATE LOTTERY**

6 Lottery Administrative Account--State
7 Appropriation ((~~\$25,696,000~~))
8 \$25,782,000

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

11 (1) \$596,000 of the lottery administrative account--state
12 appropriation is provided solely for the replacement of the lottery's
13 gaming systems vendor contract.

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

16 **Sec. 132.** 2013 2nd sp.s. c 4 s 133 (uncodified) is amended to read
17 as follows:

18 **FOR THE COMMISSION ON HISPANIC AFFAIRS**

19 General Fund--State Appropriation (FY 2014) ((~~\$238,000~~))
20 \$235,000
21 General Fund--State Appropriation (FY 2015) ((~~\$235,000~~))
22 \$243,000
23 TOTAL APPROPRIATION ((~~\$473,000~~))
24 \$478,000

25 **Sec. 133.** 2013 2nd sp.s. c 4 s 134 (uncodified) is amended to read
26 as follows:

27 **FOR THE COMMISSION ON AFRICAN-AMERICAN AFFAIRS**

28 General Fund--State Appropriation (FY 2014) ((~~\$233,000~~))
29 \$238,000
30 General Fund--State Appropriation (FY 2015) ((~~\$224,000~~))
31 \$238,000
32 TOTAL APPROPRIATION ((~~\$457,000~~))
33 \$476,000

1		<u>\$108,332,000</u>
2	General Fund--State Appropriation (FY 2015)	((\$106,301,000))
3		<u>\$107,152,000</u>
4	Timber Tax Distribution Account--State	
5	Appropriation	((\$6,102,000))
6		<u>\$6,113,000</u>
7	Waste Reduction/Recycling/Litter Control--State	
8	Appropriation	\$132,000
9	State Toxics Control Account--State Appropriation	\$93,000
10	((Master License Fund--State Appropriation	\$17,082,000))
11	<u>Business License Account Appropriation</u>	<u>\$17,103,000</u>
12	Data Processing Revolving Account--State Appropriation . . .	\$6,751,000
13	TOTAL APPROPRIATION	((\$244,446,000))
14		<u>\$245,676,000</u>

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

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

20 (2) \$6,751,000 of the data processing revolving account--state
21 appropriation and \$4,853,000 of the master license fund--state
22 appropriation are provided solely for the replacement of the
23 department's legacy business systems. The amounts provided in this
24 subsection are conditioned on the department satisfying the
25 requirements of the project management oversight standards and policies
26 established by the office of the chief information officer.

27 (3) \$495,000 of the general fund--state appropriation for fiscal
28 year 2014 and \$431,000 of the general fund--state appropriation for
29 fiscal year 2015 are provided solely for the implementation of House
30 Bill No. 1971 or Senate Bill No. 5873 (communications services reform).
31 If neither bill is enacted by June 30, 2013, the amounts provided in
32 the subsection shall lapse.

33 (4) \$641,000 of the general fund--state appropriation for fiscal
34 year 2014 and \$297,000 of the general fund--state appropriation for
35 fiscal year 2015 are provided solely for the implementation of Senate
36 Bill No. 5882 or House Bill No. 2081 (tax preferences and
37 transparency). If neither bill is enacted by June 30, 2013, the
38 amounts provided in the subsection shall lapse.

1 (5) \$65,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$93,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for implementation of Second
4 Substitute House Bill No. 1170 (property tax relief programs). If the
5 bill is not enacted by June 30, 2014, the amounts provided in this
6 subsection shall lapse.

7 (6) \$292,000 of the general fund--state appropriation for fiscal
8 year 2015 is provided solely for implementation of Substitute House
9 Bill No. 2201 (state tax preference). If the bill is not enacted by
10 June 30, 2014, the amount provided in this subsection shall lapse.

11 (7) \$78,000 of the general fund--state appropriation for fiscal
12 year 2014 and \$262,000 of the general fund--state appropriation for
13 fiscal year 2015 are provided solely for implementation of Second
14 Engrossed Substitute House Bill No. 1467 (unpaid wage collection). If
15 the bill is not enacted by June 30, 2014, the amounts provided in this
16 subsection shall lapse.

17 (8) \$6,000 of the general fund--state appropriation for fiscal year
18 2014 is provided solely for implementation of Engrossed Substitute
19 House Bill No. 2306 (farm and agricultural land/current use). If the
20 bill is not enacted by June 30, 2014, the amount provided in this
21 subsection shall lapse.

22 (9) \$8,000 of the general fund--state appropriation for fiscal year
23 2014 is provided solely for implementation of Second Engrossed Second
24 Substitute House Bill No. 2493 (land use/horticulture). If the bill is
25 not enacted by June 30, 2014, the amount provided in this subsection
26 shall lapse.

27 (10) \$14,000 of the general fund--state appropriation for fiscal
28 year 2015 is provided solely for implementation of Engrossed Substitute
29 House Bill No. 1287 (Indian tribes/property tax). If the bill is not
30 enacted by June 30, 2014, the amount provided in this subsection shall
31 lapse.

32 (11) \$25,000 of the general fund--state appropriation for fiscal
33 year 2015 is provided solely for implementation of Substitute House
34 Bill No. 1634 (property tax levy limit). If the bill is not enacted by
35 June 30, 2014, the amount provided in this subsection shall lapse.

36 **Sec. 136.** 2013 2nd sp.s. c 4 s 137 (uncodified) is amended to read
37 as follows:

1 **FOR THE BOARD OF TAX APPEALS**

2	General Fund--State Appropriation (FY 2014)	((\$1,217,000))
3		<u>\$1,203,000</u>
4	General Fund--State Appropriation (FY 2015)	((\$1,178,000))
5		<u>\$1,201,000</u>
6	TOTAL APPROPRIATION	((\$2,395,000))
7		<u>\$2,404,000</u>

8 **Sec. 137.** 2013 2nd sp.s. c 4 s 138 (uncodified) is amended to read
9 as follows:

10 **FOR THE OFFICE OF MINORITY AND WOMEN'S BUSINESS ENTERPRISES**

11	OMWBE Enterprises Account--State Appropriation	((\$4,077,000))
12		<u>\$3,500,000</u>

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

21 **Sec. 138.** 2013 2nd sp.s. c 4 s 139 (uncodified) is amended to read
22 as follows:

23 **FOR THE INSURANCE COMMISSIONER**

24	General Fund--State Appropriation (FY 2014)	\$300,000
25	General Fund--State Appropriation (FY 2015)	\$100,000
26	General Fund--Federal Appropriation	\$4,495,000
27	Health Benefit Exchange Account--State Appropriation	\$676,000
28	Insurance Commissioners Regulatory Account--State	
29	Appropriation	((\$49,555,000))
30		<u>\$50,183,000</u>
31	TOTAL APPROPRIATION	((\$55,126,000))
32		<u>\$55,754,000</u>

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

- 35 (1) \$676,000 of the health benefit exchange account--state
- 36 appropriation is provided solely to implement Engrossed Substitute

1 House Bill No. 1947 (Washington health benefit exchange). If the bill
2 is not enacted by June 30, 2013, the amount provided in this subsection
3 shall lapse.

4 (2) The office of the insurance commissioner shall not curtail
5 functions relating to solvency, rates and forms, and consumer
6 protection.

7 (3) \$498,000 of the insurance commissioners regulatory account--
8 state appropriation is provided solely for the implementation of
9 Substitute House Bill No. 2461 (insurance company solvency). If the
10 bill is not enacted by June 30, 2014, the amount provided in this
11 subsection shall lapse.

12 **Sec. 139.** 2013 2nd sp.s. c 4 s 140 (uncodified) is amended to read
13 as follows:

14 **FOR THE STATE INVESTMENT BOARD**

15 State Investment Board Expense Account--State
16 Appropriation ((\$36,035,000))
17 \$36,059,000

18 **Sec. 140.** 2013 2nd sp.s. c 4 s 141 (uncodified) is amended to read
19 as follows:

20 **FOR THE LIQUOR CONTROL BOARD**

21 Dedicated Marijuana Fund--State Appropriation \$7,726,000
22 Liquor Revolving Account--State Appropriation ((\$65,146,000))
23 \$55,951,000
24 General Fund--Federal Appropriation \$945,000
25 General Fund--Private/Local Appropriation \$25,000
26 TOTAL APPROPRIATION ((\$66,116,000))
27 \$64,647,000

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

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

33 (+2))(a) The liquor control board must work with the department of
34 health and the department of revenue to develop recommendations for the
35 legislature regarding the interaction of medical marijuana regulations

1 and the provisions of Initiative Measure No. 502. At a minimum, the
2 recommendations must include provisions addressing the following:

- 3 (i) Age limits;
- 4 (ii) Authorizing requirements for medical marijuana;
- 5 (iii) Regulations regarding health care professionals;
- 6 (iv) Collective gardens;
- 7 (v) Possession amounts;
- 8 (vi) Location requirements;
- 9 (vii) Requirements for medical marijuana producing, processing, and
10 retail licensing;
- 11 (viii) Taxation of medical marijuana in relation to recreational
12 marijuana; and
- 13 (ix) The state agency that should be the regulatory body for
14 medical cannabis.

15 (b) The board must submit its recommendations to the appropriate
16 committees of the legislature by January 1, 2014.

17 (2) For the purposes of RCW 43.88.110(7), any initial cash deficit
18 in the dedicated marijuana fund must be liquidated over the remainder
19 of the 2013-2015 fiscal biennium.

20 (3) \$376,000 of the dedicated marijuana fund--state appropriation
21 is provided solely for implementation of Engrossed Second Substitute
22 House Bill No. 2149 (medical marijuana). If the bill is not enacted by
23 June 30, 2014, the amount provided in this subsection shall lapse.

24 **Sec. 141.** 2013 2nd sp.s. c 4 s 142 (uncodified) is amended to read
25 as follows:

26 **FOR THE UTILITIES AND TRANSPORTATION COMMISSION**

27	General Fund--Federal Appropriation	\$150,000
28	General Fund--Private/Local Appropriation	(\$11,228,000)
29		<u>\$11,230,000</u>
30	Public Service Revolving Account--State	
31	Appropriation	(\$29,893,000)
32		<u>\$29,946,000</u>
33	Pipeline Safety Account--State Appropriation	(\$4,411,000)
34		<u>\$4,414,000</u>
35	Pipeline Safety Account--Federal Appropriation	\$1,938,000
36	TOTAL APPROPRIATION	(\$47,620,000)
37		<u>\$47,678,000</u>

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

3 (1) The commission shall work with the Idaho public utilities
4 commission and the public utility commission of Oregon to identify
5 common regulatory functions that can be performed jointly, with the
6 goal of formalizing an agreement that protects essential services while
7 increasing regulatory effectiveness and efficiencies through economies
8 of scale. The commission is authorized to enter into an agreement with
9 such other state public utility commissions to work jointly in
10 administering specified respective regulatory functions.

11 (2) Up to \$200,000 of the total appropriation is provided for the
12 commission to continue to evaluate the regulatory processes for energy
13 companies and identify and implement administrative actions to improve
14 those processes. The commission shall develop and adopt a schedule for
15 such administrative actions.

16 **Sec. 142.** 2013 2nd sp.s. c 4 s 143 (uncodified) is amended to read
17 as follows:

18 **FOR THE MILITARY DEPARTMENT**

19	General Fund--State Appropriation (FY 2014)	((\$1,880,000))
20		<u>\$1,862,000</u>
21	General Fund--State Appropriation (FY 2015)	((\$1,846,000))
22		<u>\$1,839,000</u>
23	General Fund--Federal Appropriation	((\$140,135,000))
24		<u>\$140,213,000</u>
25	Enhanced 911 Account--State Appropriation	((\$58,514,000))
26		<u>\$58,397,000</u>
27	Disaster Response Account--State Appropriation	((\$14,531,000))
28		<u>\$20,292,000</u>
29	Disaster Response Account--Federal Appropriation	((\$53,253,000))
30		<u>\$69,625,000</u>
31	Military Department Rent and Lease Account--State	
32	Appropriation	\$615,000
33	Worker and Community Right-to-Know Account--State	
34	Appropriation	\$2,794,000
35	TOTAL APPROPRIATION	((\$273,568,000))
36		<u>\$295,637,000</u>

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

3 (1) (~~(\$14,531,000)~~) \$20,292,000 of the disaster response account--
4 state appropriation and (~~(\$53,253,000)~~) \$69,625,000 of the disaster
5 response account--federal appropriation may be spent only on disasters
6 declared by the governor and with the approval of the office of
7 financial management. The military department shall submit a report to
8 the office of financial management and the legislative fiscal
9 committees on October 1st and February 1st of each year detailing
10 information on the disaster response account, including: (a) The
11 amount and type of deposits into the account; (b) the current available
12 fund balance as of the reporting date; and (c) the projected fund
13 balance at the end of the 2014-2015 biennium based on current revenue
14 and expenditure patterns.

15 (2) (~~(\$75,000,000)~~) \$60,000,000 of the general fund--federal
16 appropriation is provided solely for homeland security, subject to the
17 following conditions:

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

21 (b) The department shall submit an annual report to the office of
22 financial management and the legislative fiscal committees detailing
23 the governor's domestic security advisory group recommendations;
24 homeland security revenues and expenditures, including estimates of
25 total federal funding for the state; and incremental changes from the
26 previous estimate.

27 (3) \$7,000 of the general fund--state appropriation for fiscal year
28 2014 and \$30,000 of the general fund--state appropriation for fiscal
29 year 2015 are provided solely for implementation of Engrossed Second
30 Substitute House Bill No. 2347 (oil transportation safety). If the
31 bill is not enacted by June 30, 2014, the amount provided in this
32 subsection shall lapse.

33 (4) \$160,000 of the general fund--federal appropriation is provided
34 solely for a grant to the Spokane regional health district for
35 operation of the biosafety level three laboratory in fiscal year 2015.

36 **Sec. 143.** 2013 2nd sp.s. c 4 s 144 (uncodified) is amended to read
37 as follows:

1	General Fund--State Appropriation (FY 2015)	((\$3,628,000))
2		<u>\$3,637,000</u>
3	Building Code Council Account--State Appropriation	((\$1,227,000))
4		<u>\$1,228,000</u>
5	<u>Data Processing Revolving Account--State</u>	
6	<u>Appropriation</u>	<u>\$8,013,000</u>
7	<u>Enterprise Services Account--State Appropriation</u>	<u>\$2,400,000</u>
8	TOTAL APPROPRIATION	((\$8,509,000))
9		<u>\$18,939,000</u>

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

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

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

30 (3) The building code council account appropriation is provided
31 solely for the operation of the state building code council as required
32 by statute and modified by the standards established by executive order
33 10-06. The council shall not consider any proposed code amendment or
34 take any other action not authorized by statute or in compliance with
35 the standards established in executive order 10-06. No member of the
36 council may receive compensation, per diem, or reimbursement for
37 activities other than physical attendance at those meetings of the
38 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. The
3 building code council shall comply with chapter 19.85 RCW, known as the
4 regulatory fairness act, by including with all proposed substantial
5 code amendments an analysis addressing cost effectiveness, net
6 benefits, payback periods, and life-cycle costs.

7 ((+5)) (4) The department of enterprise services shall purchase
8 flags needed for ceremonial occasions on the capitol campus in order to
9 fully represent the countries that have an international consulate in
10 Washington state.

11 ((+6)) (5) Before any agency may purchase a passenger motor
12 vehicle as defined in RCW 43.19.560, the agency must have written
13 approval from the director of the department of enterprise services.

14 ((+7)) (6) \$2,400,000 of the (~~data processing revolving account~~)
15 enterprise services account--state appropriation is provided solely for
16 the implementation of a pilot program to implement a strategy and
17 action plan to modernize the state's enterprise financial and
18 administrative systems. The department, the office of financial
19 management, and the office of the chief information officer, will lead
20 the planning effort and establish advisory committees composed of key
21 stakeholders. The plan will include an assessment of the readiness of
22 state government to conduct a business transformation and system
23 replacement project of this scale. The plan shall incorporate the
24 objectives of lean management and should include recommendations on:
25 Project scope, phasing and timeline, expected outcomes and measures of
26 success, product strategy, budget and financing strategy options, risk
27 mitigation, staffing and organization, and strategies to close
28 readiness gaps. The department shall submit the implementation plan to
29 the fiscal committees of the legislature by December 15, 2013.

30 The amounts provided in this subsection are conditioned on the
31 department satisfying the requirements of the project management
32 oversight standards and policies established by the office of the chief
33 information officer.

34 ((+8)) (7) \$8,013,000 of the data processing revolving account
35 appropriation is provided solely for the implementation of a pilot
36 program to implement a time, leave, and attendance enterprise system.
37 The amounts provided in this subsection are conditioned on the

1 department satisfying the requirements of the project management
2 oversight standards and policies established by the office of the chief
3 information officer.

4 ~~((+9))~~ (8) From the fee charged to master contract vendors, the
5 department shall transfer to the office of minority and women's
6 business enterprises in equal monthly installments \$2,039,000 in fiscal
7 year 2014 and \$2,038,000 in fiscal year 2015.

8 ~~((+10))~~ (9) The legislature intends to review for purchase parcel
9 number one and surrounding property on McNeil Island. The department
10 shall coordinate with the federal government to obtain an appraisal
11 determining the fair market value and shall provide an estimate to the
12 legislative fiscal committees by October 1, 2013.

13 **Sec. 147.** 2013 2nd sp.s. c 4 s 149 (uncodified) is amended to read
14 as follows:

15 **FOR THE BOARD FOR VOLUNTEER FIREFIGHTERS**

16 Volunteer Firefighters' and Reserve Officers'

17 Administrative Account--State Appropriation (~~(\$1,044,000)~~)
18 \$967,000

19 **Sec. 148.** 2013 2nd sp.s. c 4 s 150 (uncodified) is amended to read
20 as follows:

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

22 General Fund--State Appropriation (FY 2014) (~~(\$1,293,000)~~)
23 \$1,271,000

24 General Fund--State Appropriation (FY 2015) (~~(\$1,242,000)~~)
25 \$1,452,000

26 General Fund--Federal Appropriation \$1,950,000

27 General Fund--Private/Local Appropriation \$14,000

28 TOTAL APPROPRIATION (~~(\$4,499,000)~~)
29 \$4,687,000

30 The appropriations in this section are subject to the following
31 conditions and limitations: \$120,000 of the general fund--state
32 appropriation for fiscal year 2015 is provided solely for costs
33 associated with the relocation of the department's operations from 1063
34 Capitol Way to the Lord mansion in Olympia.

1 NEW SECTION. **Sec. 149.** A new section is added to 2013 2nd sp.s.
2 c 4 (uncodified) to read as follows:

3 **FOR THE GAMBLING COMMISSION**

4 Pursuant to RCW 43.135.055, the commission is authorized to
5 increase license fees by up to five percent in fiscal year 2015.

(End of part)

PART II
HUMAN SERVICES

Sec. 201. 2013 2nd sp.s. c 4 s 201 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES

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

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

(3)(a) The health care authority and the department are authorized to develop an integrated health care program designed to slow the progression of illness and disability and better manage medicaid expenditures for the aged and disabled population. Under the Washington medicaid integration partnership (WMIP) and the medicare integrated care project (MICP), the health care authority and the

1 department may combine and transfer such medicaid funds appropriated
2 under sections 204, 206, 208, and 213 of this act as may be necessary
3 to finance a unified health care plan for the WMIP and the MICP program
4 enrollment. The WMIP pilot projects shall not exceed a daily
5 enrollment of 6,000 persons, nor expand beyond one county during the
6 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 (7)(a) The appropriations to the department of social and health
25 services in this act shall be expended for the programs and in the
26 amounts specified in this act. However, after May 1, 2014, unless
27 specifically prohibited by this act, the department may transfer
28 general fund--state appropriations for fiscal year 2014 among programs
29 after approval by the director of financial management. However, the
30 department shall not transfer state moneys that are provided solely for
31 a specified purpose except as expressly provided in (b) of this
32 subsection.

33 (b) To the extent that transfers under (a) of this subsection are
34 insufficient to fund actual expenditures in excess of fiscal year 2014
35 caseload forecasts and utilization assumptions in the long-term care,
36 foster care, adoptions support, medicaid personal care, and child
37 support programs, the department may transfer state moneys that are
38 provided solely for a specified purpose. The department shall not

1 transfer funds, and the director of financial management shall not
2 approve the transfer, unless the transfer is consistent with the
3 objective of conserving, to the maximum extent possible, the
4 expenditure of state funds. The director of financial management shall
5 notify the appropriate fiscal committees of the senate and house of
6 representatives in writing seven days prior to approving any allotment
7 modifications or transfers under this subsection. The written
8 notification shall include a narrative explanation and justification of
9 the changes, along with expenditures and allotments by budget unit and
10 appropriation, both before and after any allotment modifications or
11 transfers.

12 **Sec. 202.** 2013 2nd sp.s. c 4 s 202 (uncodified) is amended to read
13 as follows:

14 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--CHILDREN AND FAMILY**
15 **SERVICES PROGRAM**

16	General Fund--State Appropriation (FY 2014)	((\$296,676,000))
17		<u>\$297,587,000</u>
18	General Fund--State Appropriation (FY 2015)	((\$297,641,000))
19		<u>\$298,458,000</u>
20	General Fund--Federal Appropriation	((\$489,939,000))
21		<u>\$493,925,000</u>
22	General Fund--Private/Local Appropriation	\$1,354,000
23	Home Security Fund Account--State Appropriation	\$10,741,000
24	Domestic Violence Prevention Account--State	
25	Appropriation	\$1,240,000
26	Child and Family Reinvestment Account--State	
27	Appropriation	((\$6,491,000))
28		<u>\$2,647,000</u>
29	TOTAL APPROPRIATION	((\$1,104,082,000))
30		<u>\$1,105,952,000</u>

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

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

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

14 (3) \$538,500 of the general fund--state appropriation for fiscal
15 year 2014, \$539,500 of the general fund--state appropriation for fiscal
16 year 2015, \$656,000 of the general fund--private/local appropriation,
17 and \$253,000 of the general fund--federal appropriation are provided
18 solely for children's administration to contract with an educational
19 advocacy provider with expertise in foster care educational outreach.
20 The amounts in this subsection are provided solely for contracted
21 education coordinators to assist foster children in succeeding in K-12
22 and higher education systems and to assure a focus on education during
23 the transition to performance based contracts. Funding shall be
24 prioritized to regions with high numbers of foster care youth and/or
25 regions where backlogs of youth that have formerly requested
26 educational outreach services exist. The department shall utilize
27 private matching funds to maintain educational advocacy services.

28 (4) \$10,741,000 of the home security fund--state appropriation is
29 provided solely for the department to contract for services pursuant to
30 RCW 13.32A.030 and 74.15.220. The department shall contract and
31 collaborate with service providers in a manner that maintains the
32 availability and geographic representation of secure and semi-secure
33 crisis residential centers and HOPE centers. To achieve efficiencies
34 and increase utilization, the department shall allow the co-location of
35 these centers, except that a youth may not be placed in a secure
36 facility or the secure portion of a co-located facility except as
37 specifically authorized by chapter 13.32A RCW. The reductions to
38 appropriations in this subsection related to semi-secure crisis

1 residential centers reflect a reduction to the number of beds for semi-
2 secure crisis residential centers and not a reduction in rates. Any
3 secure crisis residential center or semi-secure crisis residential
4 center bed reduction shall not be based solely upon bed utilization.
5 The department is to exercise its discretion in reducing the number of
6 beds but to do so in a manner that maintains availability and
7 geographic representation of semi-secure and secure crisis residential
8 centers.

9 (5) \$125,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$125,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely for a community-based organization
12 that has innovated, developed, and replicated a foster care delivery
13 model that includes a licensed hub home. The community-based
14 organization will provide training and technical assistance to the
15 children's administration to develop five hub home models in region 2
16 that will improve child outcomes, support foster parents, and encourage
17 the least restrictive community placements for children.

18 (6) \$73,000 of the general fund--state appropriation for fiscal
19 year 2014, \$20,000 of the general fund--state appropriation for fiscal
20 year 2015, and \$31,000 of the general fund--federal appropriation are
21 provided solely for implementation of Second Substitute House Bill No.
22 1566 (youth in out-of-home care). If the bill is not enacted by June
23 30, 2013, the amounts provided in this subsection shall lapse.

24 (7) \$88,000 of the general fund--state appropriation for fiscal
25 year 2014, \$2,000 of the general fund--state appropriation for fiscal
26 year 2015, and \$28,000 of the general fund--federal appropriation are
27 provided solely for implementation of Engrossed Substitute House Bill
28 No. 1774 (child welfare system). If the bill is not enacted by June
29 30, 2013, the amounts provided in this subsection shall lapse.

30 (8) \$1,698,000 of the general fund--state appropriation for fiscal
31 year 2014, \$2,788,000 of the general fund--state appropriation for
32 fiscal year 2015, and \$1,894,000 of the general fund--federal
33 appropriation are provided solely for implementation of Engrossed
34 Second Substitute Senate Bill No. 5405 (extended foster care). If the
35 bill is not enacted by June 30, 2013, the amounts provided in this
36 subsection shall lapse.

37 (9) \$579,000 of the general fund--state appropriation for fiscal
38 year 2014, \$579,000 of the general fund--state appropriation for fiscal

1 year 2015, and \$109,000 of the general fund--federal appropriation are
2 provided solely for a receiving care center east of the Cascade
3 mountains.

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

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

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

17 (d) The purpose of the demonstration site is to improve the
18 educational outcomes of students who are dependent pursuant to chapter
19 13.34 RCW by providing individualized education services and monitoring
20 and supporting dependent youths' completion of educational milestones,
21 remediation needs, and special education needs.

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

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

32 (ii) Consultation with department of social and health services
33 case workers to develop educational plans for and with participating
34 youth;

35 (iii) Monitoring education progress of participating youth;

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

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

3 (f) The contracted nongovernmental entity or entities must report
4 demonstration site outcomes to the department of social and health
5 services and the office of public instruction by June 30, 2014, for the
6 2013-14 school year, and by June 30, 2015, for the 2014-15 school year.

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

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

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

17 (11) \$50,000 of the general fund--state appropriation for fiscal
18 year 2014, and \$50,000 of the general fund--state appropriation for
19 fiscal year 2015, and \$256,000 of the general fund--federal
20 appropriation are provided solely for implementation of Substitute
21 Senate Bill No. 5315 (Powell fatality team). If the bill is not
22 enacted by June 30, 2013, the amounts provided in this subsection shall
23 lapse.

24 (12) \$670,000 of the general fund--state appropriation for fiscal
25 year 2014 and \$670,000 of the general fund--state appropriation for
26 fiscal year 2015 are provided solely for services provided through
27 children's advocacy centers.

28 (13)(a) \$22,695,000 of the general fund--state appropriation for
29 fiscal year 2014, \$22,695,000 of the general fund--state appropriation
30 for fiscal year 2015, and \$28,450,000 of the general fund--federal
31 appropriation are provided solely for services for children and
32 families. Prior to approval of contract services pursuant to RCW
33 74.13B.020, the amounts provided in this section shall be allotted on
34 a monthly basis and expenditures shall not exceed allotments based on
35 a three-month rolling average without approval of the office of
36 financial management following notification to the legislative fiscal
37 committees.

1 (b) The department shall provide these services to safely reduce
2 the number of children in out-of-home care, the time spent in out-of-
3 home care prior to achieving permanency, and the number of children
4 returning to out-of-home care following permanency.

5 (14) \$244,000 of the general fund--state appropriation for fiscal
6 year 2014, ((~~\$1,783,000~~)) \$5,832,000 of the general fund--state
7 appropriation for fiscal year 2015, ((~~\$6,491,000~~)) \$2,647,000 of the
8 child and family reinvestment account--state appropriation, and
9 \$8,274,000 of the general fund--federal appropriation, are provided
10 solely for the implementation and operations of the family assessment
11 response program.

12 (15) \$100,000 of the general fund--state appropriation for fiscal
13 year 2015 and \$60,000 of the general fund--federal appropriation are
14 provided solely to implement Engrossed Second Substitute House Bill No.
15 1675 (adoption process). If the bill is not enacted by June 30, 2014,
16 the amounts provided in this subsection shall lapse.

17 (16) \$15,000 of the general fund--state appropriation for fiscal
18 year 2015 is provided solely to implement Second Substitute House Bill
19 No. 2616 (parents with developmental disabilities). If the bill is not
20 enacted by June 30, 2014, the amount provided in this subsection shall
21 lapse.

22 (17) \$150,000 of the general fund--state appropriation for fiscal
23 year 2015 is provided solely for training, technical assistance, and
24 fidelity oversight for an open source parenting program developed by a
25 university-based child welfare research entity. Expenditure of the
26 amount provided in this subsection is contingent upon the availability
27 of private funds necessary for the research entity to develop the open
28 source parenting curriculum. The children's administration must make
29 the open source parenting program available to parents with an open
30 child welfare case beginning in the last six months of fiscal year
31 2015.

32 (18) Effective January 2015, in addition to the youth eligible for
33 extended foster care services under RCW 13.34.267 and 74.13.031, the
34 department is authorized to provide extended foster care services to
35 nonminor dependents who are engaged in employment for eighty hours or
36 more per month. \$83,000 of the general fund--state appropriation for
37 fiscal year 2015 and \$23,000 of the general fund--federal appropriation
38 are provided solely for such services.

1 **Sec. 203.** 2013 2nd sp.s. c 4 s 203 (uncodified) is amended to read
2 as follows:

3 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--JUVENILE**
4 **REHABILITATION PROGRAM**

5	General Fund--State Appropriation (FY 2014)	((\$89,967,000))
6		<u>\$89,982,000</u>
7	General Fund--State Appropriation (FY 2015)	((\$90,255,000))
8		<u>\$89,889,000</u>
9	General Fund--Federal Appropriation	\$3,464,000
10	General Fund--Private/Local Appropriation	\$1,981,000
11	Washington Auto Theft Prevention Authority Account--	
12	State Appropriation	\$196,000
13	Reinvesting in Youth--State Appropriation	\$383,000
14	Juvenile Accountability Incentive Account--Federal	
15	Appropriation	\$2,801,000
16	TOTAL APPROPRIATION	((\$189,047,000))
17		<u>\$188,696,000</u>

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

20 (1) \$331,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$331,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely for deposit in the county criminal
23 justice assistance account for costs to the criminal justice system
24 associated with the implementation of chapter 338, Laws of 1997
25 (juvenile code revisions). The amounts provided in this subsection are
26 intended to provide funding for county adult court costs associated
27 with the implementation of chapter 338, Laws of 1997 and shall be
28 distributed in accordance with RCW 82.14.310.

29 (2) \$2,716,000 of the general fund--state appropriation for fiscal
30 year 2014 and \$2,716,000 of the general fund--state appropriation for
31 fiscal year 2015 are provided solely for the implementation of chapter
32 338, Laws of 1997 (juvenile code revisions). The amounts provided in
33 this subsection are intended to provide funding for county impacts
34 associated with the implementation of chapter 338, Laws of 1997 and
35 shall be distributed to counties as prescribed in the current
36 consolidated juvenile services (CJS) formula.

37 (3) \$3,482,000 of the general fund--state appropriation for fiscal
38 year 2014 and \$3,482,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely to implement community juvenile
2 accountability grants pursuant to chapter 338, Laws of 1997 (juvenile
3 code revisions). Funds provided in this subsection may be used solely
4 for community juvenile accountability grants, administration of the
5 grants, and evaluations of programs funded by the grants.

6 (4) \$1,130,000 of the general fund--state appropriation for fiscal
7 year 2014 and \$1,130,000 of the general fund--state appropriation for
8 fiscal year 2015 are provided solely to implement alcohol and substance
9 abuse treatment programs for locally committed offenders. The juvenile
10 rehabilitation administration shall award these moneys on a competitive
11 basis to counties that submitted a plan for the provision of services
12 approved by the division of alcohol and substance abuse. The juvenile
13 rehabilitation administration shall develop criteria for evaluation of
14 plans submitted and a timeline for awarding funding and shall assist
15 counties in creating and submitting plans for evaluation.

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

30 (6) \$1,537,000 of the general fund--state appropriation for fiscal
31 year 2014 and \$1,537,000 of the general fund--state appropriation for
32 fiscal year 2015 are provided solely for expansion of the following
33 treatments and therapies in juvenile rehabilitation administration
34 programs identified by the Washington state institute for public policy
35 in its October 2006 report: "Evidence-Based Public Policy Options to
36 Reduce Future Prison Construction, Criminal Justice Costs and Crime
37 Rates": Multidimensional treatment foster care, family integrated
38 transitions, and aggression replacement training, or other programs

1 with a positive benefit-cost finding in the institute's report. The
2 administration may concentrate delivery of these treatments and
3 therapies at a limited number of programs to deliver the treatments in
4 a cost-effective manner.

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

32 (b) The juvenile rehabilitation administration and the juvenile
33 courts shall establish a block grant funding oversight
34 committee with equal representation from the juvenile rehabilitation
35 administration and the juvenile courts. The purpose of this committee
36 is to assess the ongoing implementation of the block grant funding
37 formula, utilizing data-driven decision making and the most current
38 available information. The committee will be cochaired by the juvenile

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

28 (c) The juvenile courts and administrative office of the courts
29 shall be responsible for collecting and distributing information and
30 providing access to the data systems to the juvenile rehabilitation
31 administration and the Washington state institute for public policy
32 related to program and outcome data. The juvenile rehabilitation
33 administration and the juvenile courts will work collaboratively to
34 develop program outcomes that reinforce the greatest cost benefit to
35 the state in the implementation of evidence-based practices and
36 disposition alternatives.

37 (8) The juvenile courts and administrative office of the courts
38 shall collect and distribute information related to program outcome and

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

19 (9) \$445,000 of the general fund--state appropriation for fiscal
20 year 2014 and \$445,000 of the general fund--state appropriation for
21 fiscal year 2015 are provided solely for funding of the teamchild
22 project.

23 (10) \$178,000 of the general fund--state appropriation for fiscal
24 year 2014 and \$178,000 of the general fund--state appropriation for
25 fiscal year 2015 are provided solely for the juvenile detention
26 alternatives initiative.

27 (11) \$250,000 of the general fund--state appropriation for fiscal
28 year 2014 and \$250,000 of the general fund--state appropriation for
29 fiscal year 2015 are provided solely for a grant program focused on
30 criminal street gang prevention and intervention. The Washington state
31 partnership council on juvenile justice may award grants under this
32 subsection. The council shall give priority to applicants who have
33 demonstrated the greatest problems with criminal street gangs.
34 Applicants composed of, at a minimum, one or more local governmental
35 entities and one or more nonprofit, nongovernmental organizations that
36 have a documented history of creating and administering effective
37 criminal street gang prevention and intervention programs may apply for
38 funding under this subsection.

1 (12) \$100,000 of the general fund--state appropriation for fiscal
2 year 2015 is provided solely to implement Engrossed Substitute House
3 Bill No. 2164 (juvenile firearms offenders). If the bill is not
4 enacted by June 30, 2014, the amount provided in this subsection shall
5 lapse.

6 (13) \$500,000 of the general fund--state appropriation for fiscal
7 year 2015 is provided solely for competitive grants to community-based
8 organizations to provide at-risk youth intervention services, including
9 but not limited to, case management, employment services, educational
10 services, and street outreach intervention programs. Projects funded
11 should focus on preventing, intervening, and suppressing behavioral
12 problems and violence while linking at-risk youth to pro-social
13 activities. The costs of administration may not exceed four percent of
14 appropriated funding for each grant recipient. Each entity receiving
15 funds must report to the juvenile rehabilitation administration on the
16 number and types of youth served, the services provided, and the impact
17 of those services upon the youth and the community.

18 **Sec. 204.** 2013 2nd sp.s. c 4 s 204 (uncodified) is amended to read
19 as follows:

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

22 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

23 General Fund--State Appropriation (FY 2014)	((\$327,467,000))
	<u>\$328,527,000</u>
25 General Fund--State Appropriation (FY 2015)	((\$308,723,000))
	<u>\$327,711,000</u>
27 General Fund--Federal Appropriation	((\$561,394,000))
	<u>\$666,113,000</u>
29 General Fund--Private/Local Appropriation	\$17,864,000
30 TOTAL APPROPRIATION	((\$1,215,448,000))
	<u>\$1,340,215,000</u>

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

34 (a) \$104,999,000 of the general fund--state appropriation for
35 fiscal year 2014 and ((~~\$85,895,000~~)) \$88,895,000 of the general fund--
36 state appropriation for fiscal year 2015 are provided solely for
37 persons and services not covered by the medicaid program. To the

1 extent possible, levels of regional support network spending shall be
2 maintained in the following priority order: Crisis and commitment
3 services; community inpatient services; and residential care services,
4 including personal care and emergency housing assistance. This is a
5 reduction in flexible nonmedicaid funding of \$4,343,000 for fiscal year
6 2014 and (~~(\$23,446,000)~~) \$20,446,000 for fiscal year 2015. This
7 reduction reflects offsets in state funding related to services that
8 will now be funded with federal dollars through the affordable care act
9 medicaid expansion. This reduction shall be distributed (~~as follows:~~

10 ~~(i) The \$4,343,000 reduction in fiscal year 2014 and \$11,723,000 of~~
11 ~~the reduction in fiscal year 2015 must be distributed))~~ among regional
12 support networks based on a formula that equally weights each regional
13 support networks proportion of individuals who become newly eligible
14 and enroll in medicaid under the expansion provisions of the affordable
15 care act (~~in fiscal year 2014~~) and each regional support network's
16 spending of flexible nonmedicaid funding on services that would be
17 reimbursable for federal medicaid matching funds if provided to
18 medicaid enrollees in the 2011-2013 fiscal biennium.

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

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

1 networks shall maintain consistency with all essential elements of the
2 PACT evidence-based practice model in programs funded under this
3 section.

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

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

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

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

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

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

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

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

7 (iii) Mental health services provided in nursing facilities to
8 individuals with dementia, and consultation to facility staff treating
9 those individuals; and

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

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

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

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

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

1 (l) \$523,000 of the general fund--state appropriation for fiscal
2 year 2014, \$775,000 of the general fund--state appropriation for fiscal
3 year 2015, and \$854,000 of the general fund--federal appropriation are
4 provided solely for implementation of sections 3 through 5 of chapter
5 289, Laws of 2013 (E2SHB 1114). Regional support networks must use
6 this funding for the development of intensive community programs that
7 allow individuals to be diverted or transitioned from the state
8 hospitals in accordance with plans approved by the department.

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 chapter 335,
13 Laws of 2013 (ESSB 5480). Regional support networks must use this
14 funding for the development of intensive community programs that allow
15 individuals to be diverted or transitioned from the state hospitals in
16 accordance with plans approved by the department.

17 (n) Due to recent approval of federal medicaid matching funds for
18 the disability lifeline and the alcohol and drug abuse treatment
19 support act programs, the department shall charge regional support
20 networks for only the state share rather than the total cost of
21 community psychiatric hospitalization for persons enrolled in those
22 programs.

23 (o) The legislature finds that the circumstances of the Chelan-
24 Douglas regional support network (CD-RSN) make it necessary for CD-RSN
25 to undergo restructuring in order to provide mental health services
26 essential to the health and wellness of the citizens within its service
27 area. The legislature intends to provide additional temporary
28 financial relief to the CD-RSN while it undergoes internal
29 restructuring or negotiates a merger with another regional support
30 network.

31 The department shall negotiate relief for outstanding fiscal year
32 2013 reimbursements owed by CD-RSN to the state provided that the CD-
33 RSN has a plan in place that is approved by the department by August 1,
34 2013, that demonstrates how CD-RSN will maintain financial viability
35 and stability or will merge with another regional support network.

36 For the period of July 1, 2013, through December 31, 2013, the
37 department may alter collection of reimbursement from CD-RSN for
38 overuse of state hospital beds. To receive a reduction to the required

1 reimbursement for overuse of state hospital beds, CD-RSN must continue
2 to prioritize services that reduce its utilization and census at
3 eastern state hospital and be actively implementing an approved plan to
4 maintain financial viability or pursuing a future merger with another
5 regional support network. Up to \$298,000 of the general fund--state
6 appropriation for fiscal year 2014 is for the department to provide
7 payments to regional support networks in eastern Washington which have
8 used less than their allocated or contracted patient days of care at
9 the state hospital to replace the share of the reimbursements from CD-
10 RSN that the regional support networks would have received under RCW
11 71.24.320.

12 (p) \$266,000 of the general fund--state appropriation for fiscal
13 year 2014 is provided solely to maintain services for the King county
14 regional support network as it works to transition services to settings
15 that are eligible for federal participation for individuals covered
16 under the medicaid program.

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

21 (r) \$7,281,000 of the general fund--state appropriation for fiscal
22 year 2015 and \$4,589,000 of the general fund--federal appropriation are
23 provided solely for implementation of Substitute House Bill No. 2725
24 (involuntary commitment) and enhancement of community mental health
25 services. The department must contract these funds for the operation
26 of the following community programs that allow individuals to be
27 diverted or transitioned from the state hospitals: (i) Community
28 hospital or free standing evaluation and treatment services providing
29 short-term detention and commitment services under the involuntary
30 treatment act to be located in the geographic areas of the King
31 regional support network, the Spokane regional support network outside
32 of Spokane county, and the Thurston Mason regional support network;
33 (ii) one new full program of an assertive community treatment team in
34 the King regional support network and two new half programs of
35 assertive community treatment teams in the Spokane regional support
36 network and the Pierce regional support network; and (iii) three new
37 recovery support services programs in the Grays Harbor regional support
38 network, the Greater Columbia regional support network, and the North

1 Sound regional support network. In contracting for community
2 evaluation and treatment services, the department may not use these
3 resources in facilities that meet the criteria to be classified under
4 federal law as institutions for mental diseases. If the department is
5 unable to come to a contract agreement with a designated regional
6 support network for any of the services identified above, it may
7 consider contracting for that service in another regional support
8 network that has the need for such service.

9 (2) INSTITUTIONAL SERVICES

10	General Fund--State Appropriation (FY 2014)	(((\$135,246,000))
11		<u>\$141,113,000</u>
12	General Fund--State Appropriation (FY 2015)	(((\$131,863,000))
13		<u>\$130,819,000</u>
14	General Fund--Federal Appropriation	(((\$150,863,000))
15		<u>\$159,324,000</u>
16	General Fund--Private/Local Appropriation	(((\$63,097,000))
17		<u>\$58,848,000</u>
18	TOTAL APPROPRIATION	(((\$481,069,000))
19		<u>\$490,104,000</u>

20 The appropriations in this subsection are subject to the following
21 conditions and limitations:

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

25 (b) \$231,000 of the general fund--state appropriation for fiscal
26 year 2014 and \$231,000 of the general fund--state appropriation for
27 fiscal year 2015 are provided solely for a community partnership
28 between western state hospital and the city of Lakewood to support
29 community policing efforts in the Lakewood community surrounding
30 western state hospital. The amounts provided in this subsection (2)(b)
31 are for the salaries, benefits, supplies, and equipment for one full-
32 time investigator, one full-time police officer, and one full-time
33 community service officer at the city of Lakewood.

34 (c) \$45,000 of the general fund--state appropriation for fiscal
35 year 2014 and \$45,000 of the general fund--state appropriation for
36 fiscal year 2015 are provided solely for payment to the city of
37 Lakewood for police services provided by the city at western state
38 hospital and adjacent areas.

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

6 (e) (~~(\$2,068,000)~~) \$6,194,000 of the general fund--state
7 appropriation for fiscal year 2014, \$2,066,000 of the general fund--
8 state appropriation for fiscal year 2015, and \$240,000 of the general
9 fund--federal appropriation are provided solely for the state
10 psychiatric hospitals to plan, procure, and implement the core elements
11 of an electronic medical record system that is compliant with the
12 international classification of diseases (ICD-10) by October 1, 2014.
13 These funds must only be used for an electronic medical record system
14 that meets federal criteria for electronic sharing of patient
15 information and clinical care summaries with doctors' offices,
16 hospitals, and health systems which use federally certified electronic
17 health record systems. The procurement and implementation shall be
18 conducted to allow for these services to be expanded to the department
19 of corrections. The amounts provided in this subsection are
20 conditioned on the department satisfying the requirements of the
21 project management oversight standards and policies established by the
22 office of the chief information officer.

23 (3) SPECIAL PROJECTS

24	General Fund--State Appropriation (FY 2014)	((\$1,609,000))
25		<u>\$1,612,000</u>
26	General Fund--State Appropriation (FY 2015)	((\$1,610,000))
27		<u>\$1,613,000</u>
28	General Fund--Federal Appropriation	\$6,286,000
29	TOTAL APPROPRIATION	((\$9,505,000))
30		<u>\$9,511,000</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 2014 and \$1,161,000 of the general fund--state appropriation for
35 fiscal year 2015 are provided solely for children's evidence-based
36 mental health services.

37 (b) \$446,000 of the general fund--state appropriation for fiscal
38 year 2014, \$446,000 of the general fund--state appropriation for fiscal

1 year 2015, and \$178,000 of the general fund--federal appropriation are
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. The institute
5 must work with the department to develop a plan to seek private,
6 federal, or other grant funding in order to reduce the need for state
7 general funds. The institute and the department must submit this plan
8 to the office of financial management and the fiscal committees of the
9 legislature by December 1, 2013.

10 (4) PROGRAM SUPPORT

11	General Fund--State Appropriation (FY 2014)	((\$5,287,000))
12		<u>\$6,153,000</u>
13	General Fund--State Appropriation (FY 2015)	((\$4,777,000))
14		<u>\$7,486,000</u>
15	General Fund--Federal Appropriation	((\$7,711,000))
16		<u>\$9,443,000</u>
17	General Fund--Private/Local Appropriation	\$502,000
18	TOTAL APPROPRIATION	((\$18,277,000))
19		<u>\$23,584,000</u>

20 The appropriations in this subsection are subject to the following
21 conditions and limitations:

22 (a) In accordance with RCW 43.20B.110, 43.135.055, and 71.24.035,
23 the department is authorized to adopt license and certification fees in
24 fiscal years 2014 and 2015 to support the costs of the regulatory
25 program. The department's fee schedule shall have differential rates
26 for providers with proof of accreditation from organizations that the
27 department has determined to have substantially equivalent standards to
28 those of the department, including but not limited to the joint
29 commission on accreditation of health care organizations, the
30 commission on accreditation of rehabilitation facilities, and the
31 council on accreditation. To reflect the reduced costs associated with
32 regulation of accredited programs, the department's fees for
33 organizations with such proof of accreditation must reflect the lower
34 costs of licensing for these programs than for other organizations
35 which are not accredited.

36 (b) \$74,000 of the general fund--state appropriation for fiscal
37 year 2014, \$74,000 of the general fund--state appropriation for fiscal

1 year 2015, and \$78,000 of the general fund--federal appropriation are
2 provided solely for implementation of chapter 335, Laws of 2013 (ESSB
3 5480).

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

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

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

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

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

1 (h) Within the amounts appropriated in this section, funding is
2 provided for the department to continue to develop the child adolescent
3 needs and strengths assessment tool and build workforce capacity to
4 provide evidence based wraparound services for children, consistent
5 with the (~~anticipated~~) settlement agreement in *T.R. v. Dreyfus and*
6 *Porter*.

7 (i) \$610,000 of the general fund--state appropriation for fiscal
8 year 2014, \$1,193,000 of the general fund--state appropriation for
9 fiscal year 2015, and \$971,000 of the general fund--federal
10 appropriation are provided solely for the implementation of Engrossed
11 Second Substitute House Bill No. 2639 (mental health, chemical
12 dependency) and Engrossed Substitute House Bill No. 2315 (suicide
13 prevention). If Second Substitute House Bill No. 2639 (mental health,
14 chemical dependency) is not enacted by June 30, 2014, the amounts
15 provided in this subsection shall lapse.

16 (j) \$70,000 of the general fund--state appropriation for fiscal
17 year 2015 is provided solely for the department to contract with the
18 criminal justice training commission for training officers on working
19 with individuals with mental health issues.

20 **Sec. 205.** 2013 2nd sp.s. c 4 s 205 (uncodified) is amended to read
21 as follows:

22 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--DEVELOPMENTAL**
23 **DISABILITIES PROGRAM**

24 (1) COMMUNITY SERVICES

25	General Fund--State Appropriation (FY 2014)	((\$439,963,000))
26		<u>\$445,988,000</u>
27	General Fund--State Appropriation (FY 2015)	((\$458,131,000))
28		<u>\$471,995,000</u>
29	General Fund--Federal Appropriation	((\$820,769,000))
30		<u>\$835,328,000</u>
31	General Fund--Private/Local Appropriation	((\$21,000))
32		<u>\$776,000</u>
33	TOTAL APPROPRIATION	((\$1,718,884,000))
34		<u>\$1,754,087,000</u>

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

13 (i) The current annual renewal license fee for adult family homes
14 shall be increased to \$225 per bed beginning in fiscal year 2014 and
15 \$225 per bed beginning in fiscal year 2015. A processing fee of \$2,750
16 shall be charged to each adult family home when the home is initially
17 licensed. This fee is nonrefundable.

18 (ii) The current annual renewal license fee for assisted living
19 facilities shall be increased to \$106 per bed beginning in fiscal year
20 2014 and \$106 per bed beginning in fiscal year 2015.

21 (iii) The current annual renewal license fee for nursing facilities
22 shall be increased to \$359 per bed beginning in fiscal year 2014 and
23 \$359 per bed beginning in fiscal year 2015.

24 (c) (~~(\$13,301,000)~~) \$13,267,000 of the general fund--state
25 appropriation for fiscal year 2014, (~~(\$20,607,000)~~) \$20,754,000 of the
26 general fund--state appropriation for fiscal year 2015, and
27 (~~(\$33,910,000)~~) \$34,024,000 of the general fund federal appropriation
28 are provided solely for the implementation of the agreement reached
29 between the governor and the service employees international union
30 healthcare 775nw through an interest arbitration decision under the
31 provisions of chapters 74.39A and 41.56 RCW for the 2013-2015 fiscal
32 biennium.

33 (d) \$6,244,000 of the general fund--state appropriation for fiscal
34 year 2014 and \$6,244,000 of the general fund--state appropriation for
35 fiscal year 2015 are appropriated solely for the individual and family
36 support program. Within these amounts, the department shall expand the
37 current number of clients receiving services and focus on extending

1 services to individuals with developmental disabilities who are not
2 otherwise receiving paid services from the department.

3 ~~((f))~~ ~~(\$1,547,000))~~ (e) \$774,000 of the general fund--state
4 appropriation for fiscal year 2015, and ~~((g))~~ ~~(\$4,790,000))~~ \$2,395,000 of
5 the general fund--federal appropriation are provided solely for a
6 payment system that satisfies medicaid requirements regarding time
7 reporting for W-2 providers. The amounts provided in this subsection
8 are conditioned on the department satisfying the requirements of the
9 project management oversight standards and policies established by the
10 office of the chief information officer.

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

17 ~~((h))~~ (g) The department is authorized to establish limited
18 exemption criteria in rule to address RCW 74.39A.325 when a landline
19 phone is not available to the employee.

20 (h) \$447,000 of the general fund--federal appropriation and
21 \$447,000 of the general fund--local appropriation are provided solely
22 to implement Second Substitute House Bill No. 1574 (residential
23 services and supports). If the bill is not enacted by June 30, 2014,
24 the amounts provided in this subsection shall lapse. In accordance
25 with Second Substitute House Bill No. 1574, the department is
26 authorized to increase supported living fees as necessary to support
27 the actual costs of conducting the certification, inspection, and
28 regulatory programs. The certification fees may not exceed the
29 department's annual licensing and oversight activity costs and shall
30 include the department's cost of paying providers for the amount of the
31 certification fee attributed to medicaid clients. The annual
32 certification fee for supported living shall be \$128 per client
33 beginning in fiscal year 2015.

34 (i) \$91,000 of the general fund--state appropriation for fiscal
35 year 2015 is provided solely to implement Substitute House Bill No.
36 2310 (provider safety equipment). If the bill is not enacted by June
37 30, 2014, the amount provided in this subsection shall lapse.

1 (j) The department may authorize a one-time waiver of all or any
2 portion of the licensing and processing fees required under RCW
3 70.128.060 in any case in which the department determines that an adult
4 family home is being relicensed because of exceptional circumstances,
5 such as death or incapacity of a provider, and that to require the full
6 payment of the licensing and processing fees would present a hardship
7 to the applicant.

8 (2) INSTITUTIONAL SERVICES

9	General Fund--State Appropriation (FY 2014)	((\$85,261,000))
10		<u>\$85,962,000</u>
11	General Fund--State Appropriation (FY 2015)	((\$84,980,000))
12		<u>\$85,812,000</u>
13	General Fund--Federal Appropriation	((\$160,021,000))
14		<u>\$161,630,000</u>
15	General Fund--Private/Local Appropriation	\$23,041,000
16	TOTAL APPROPRIATION	((\$353,303,000))
17		<u>\$356,445,000</u>

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

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

24 (b) \$721,000 of the general fund--state appropriation for fiscal
25 year 2014 and \$721,000 of the general fund--state appropriation for
26 fiscal year 2015 are for the department to fulfill its contracts with
27 the school districts under chapter 28A.190 RCW to provide
28 transportation, building space, and other support services as are
29 reasonably necessary to support the educational programs of students
30 living in residential habilitation centers.

31 (3) PROGRAM SUPPORT

32	General Fund--State Appropriation (FY 2014)	((\$1,943,000))
33		<u>\$1,975,000</u>
34	General Fund--State Appropriation (FY 2015)	((\$1,993,000))
35		<u>\$2,025,000</u>
36	General Fund--Federal Appropriation	((\$1,957,000))
37		<u>\$2,068,000</u>

1 rate shall not exceed \$162.43 for fiscal year 2014 and shall not exceed
2 \$163.58 for fiscal year 2015. There will be no adjustments for
3 economic trends and conditions in fiscal years 2014 and 2015. The
4 economic trends and conditions factor or factors defined in the
5 biennial appropriations act shall not be compounded with the economic
6 trends and conditions factor or factors defined in any other biennial
7 appropriations acts before applying it to the component rate
8 allocations established in accordance with chapter 74.46 RCW. When no
9 economic trends and conditions factor for either fiscal year is defined
10 in a biennial appropriations act, no economic trends and conditions
11 factor or factors defined in any earlier biennial appropriations act
12 shall be applied solely or compounded to the component rate allocations
13 established in accordance with chapter 74.46 RCW.

14 (a) Within the funds provided, the department shall continue to
15 provide an add-on per medicaid resident day per facility not to exceed
16 \$1.57. The add-on shall be used to increase wages, benefits, and/or
17 staffing levels for certified nurse aides; or to increase wages and/or
18 benefits for dietary aides, housekeepers, laundry aides, or any other
19 category of worker whose statewide average dollars-per-hour wage was
20 less than \$15 in calendar year 2008, according to cost report data.
21 The add-on may also be used to address resulting wage compression for
22 related job classes immediately affected by wage increases to low-wage
23 workers. The department shall continue reporting requirements and a
24 settlement process to ensure that the funds are spent according to this
25 subsection.

26 (b) The department shall do a comparative analysis of the facility-
27 based payment rates calculated on July 1, 2013, using the payment
28 methodology defined in chapter 74.46 RCW and as funded in the omnibus
29 appropriations act, excluding the comparative add-on, acuity add-on,
30 and safety net reimbursement, to the facility-based payment rates in
31 effect June 30, 2010. If the facility-based payment rate calculated on
32 July 1, 2013, is smaller than the facility-based payment rate on June
33 30, 2010, then the difference shall be provided to the individual
34 nursing facilities as an add-on payment per medicaid resident day.

35 (c) During the comparative analysis performed in subsection (b) of
36 this section, if it is found that the direct care rate for any facility
37 calculated using the payment methodology defined in chapter 74.46 RCW
38 and as funded in the omnibus appropriations act, excluding the

1 comparative add-on, acuity add-on, and safety net reimbursement, is
2 greater than the direct care rate in effect on June 30, 2010, then the
3 facility shall receive a ten percent direct care rate add-on to
4 compensate that facility for taking on more acute clients than they
5 have in the past.

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

11 (e) The rate add-on provided in (c) of this subsection is subject
12 to the reconciliation and settlement process provided in RCW
13 74.46.022(6).

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

18 (2) In accordance with chapter 74.46 RCW, the department shall
19 issue no additional certificates of capital authorization for fiscal
20 year 2014 and no new certificates of capital authorization for fiscal
21 year 2015 and shall grant no rate add-ons to payment rates for capital
22 improvements not requiring a certificate of need and a certificate of
23 capital authorization for fiscal years 2014 and 2015.

24 (3) In accordance with RCW 18.51.050, 18.20.050, 70.128.060, and
25 43.135.055, the department is authorized to increase nursing facility,
26 assisted living facility, and adult family home fees as necessary to
27 fully support the actual costs of conducting the licensure, inspection,
28 and regulatory programs. The license fees may not exceed the
29 department's annual licensing and oversight activity costs and shall
30 include the department's cost of paying providers for the amount of the
31 license fee attributed to medicaid clients.

32 (a) The current annual renewal license fee for adult family homes
33 shall be increased to \$225 per bed beginning in fiscal year 2014 and
34 \$225 per bed beginning in fiscal year 2015. A processing fee of \$2,750
35 shall be charged to each adult family home when the home is initially
36 licensed. This fee is nonrefundable.

37 (b) The current annual renewal license fee for assisted living

1 facilities shall be increased to \$106 per bed beginning in fiscal year
2 2014 and \$106 per bed beginning in fiscal year 2015.

3 (c) The current annual renewal license fee for nursing facilities
4 shall be increased to \$359 per bed beginning in fiscal year 2014 and
5 \$359 per bed beginning in fiscal year 2015.

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

10 (5) (~~(\$30,640,000)~~) \$29,996,000 of the general fund--state
11 appropriation for fiscal year 2014, (~~(\$48,633,000)~~) \$49,061,000 of the
12 general fund--state appropriation for fiscal year 2015, and
13 (~~(\$79,273,000)~~) \$79,058,000 of the general fund--federal appropriation
14 are provided solely for the implementation of the agreement reached
15 between the governor and the service employees international union
16 healthcare 775nw through an interest arbitration decision under the
17 provisions of chapters 74.39A and 41.56 RCW for the 2013-2015 fiscal
18 biennium.

19 (6) \$1,840,000 of the general fund--state appropriation for fiscal
20 year 2014 and \$1,877,000 of the general fund--state appropriation for
21 fiscal year 2015 are provided solely for operation of the volunteer
22 services program. Funding shall be prioritized towards serving
23 populations traditionally served by long-term care services to include
24 senior citizens and persons with disabilities.

25 (7) (~~(\$4,894,000)~~) \$2,447,000 of the general fund--state
26 appropriation for fiscal year 2015, and (~~(\$15,150,000)~~) \$7,575,000 of
27 the general fund--federal appropriation are provided solely for a
28 payment system that satisfies medicaid requirements regarding time
29 reporting for W-2 providers. The amounts provided in this subsection
30 are conditioned on the department satisfying the requirements of the
31 project management oversight standards and policies established by the
32 office of the chief information officer.

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

36 (9) Within the amounts appropriated in this section, in a report to
37 the appropriate fiscal committees of the legislature that must be
38 submitted by December 1, 2013, the department of social and health

1 services must describe the process for establishing medicaid rates for
2 assisted living and adult family homes. The report must include
3 information about licensing and physical plant standards, contracting
4 provisions, and per capita and biennial expenditures for assisted
5 living and adult family homes.

6 (10) \$10,800,000 of the general fund--state appropriation for
7 fiscal year 2014, \$17,768,000 of the general fund--state appropriation
8 for fiscal year 2015, and \$28,567,000 of the general fund--federal
9 appropriation are provided solely for the homecare agency parity
10 impacts of the service employees international union healthcare 775nw
11 arbitration award.

12 (11) \$33,000 of the general fund--state appropriation for fiscal
13 year 2014, \$17,000 of the general fund--state appropriation for fiscal
14 year 2015, and \$50,000 of the general fund--federal appropriation are
15 provided solely for staffing and other expenses associated with the
16 work of the joint legislative executive committee on planning for aging
17 and disability issues that is established by this subsection.

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

20 (i) Four members of the senate, with the leaders of the two largest
21 caucuses each appointing two members. Four members of the house of
22 representatives, with the leaders of the two largest caucuses each
23 appointing two members;

24 (ii) A member from the office of the governor, appointed by the
25 governor;

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

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

30 (v) The director of the department of retirement systems or his or
31 her designee.

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

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

1 (i) Establish a profile of Washington's current population of older
2 people and people with disabilities and a projection of population
3 growth through 2030;

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

9 (iii) Identify state budget and policy options to more effectively
10 use state, federal and private resources to, over time, reduce the
11 growth rate in state expenditures that would otherwise occur by
12 continuing current policy in light of significant population growth;

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

16 (v) Identify policy options to create financing mechanisms for
17 long-term services and supports that will promote additional private
18 responsibility for individuals and families to meet their needs for
19 service;

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

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

25 (d) The committee shall consult with the office of the insurance
26 commissioner, the caseload forecast council, health care authority, and
27 other appropriate entities with specialized knowledge of the needs and
28 growth trends of the aging population and people with disabilities.

29 (e) Staff support for the committee shall be provided by the office
30 of program research, senate committee services, the office of financial
31 management, and the department of social and health services.

32 (f) Within existing appropriations, the cost of meetings must be
33 paid jointly by the senate, house of representatives, and the office of
34 financial management. Joint committee expenditures are subject to
35 approval by the senate facilities and operations committee and the
36 house of representatives executive rules committee, or their successor
37 committees. The joint committee members may be reimbursed for travel

1 expenses as authorized under RCW 43.03.050 and 43.03.060, and chapter
2 44.04 RCW as appropriate. Advisory committee members may not receive
3 compensation or reimbursement for travel and expenses.

4 (g) The committee shall issue an interim report to the legislature
5 by December 10, 2013, and issue final recommendations to the governor
6 and relevant standing committees of the legislature by December 10,
7 2014.

8 (12) \$240,000 of the general fund--state appropriation for fiscal
9 year 2014, \$1,342,000 of the general fund--state appropriation for
10 fiscal year 2015, and \$1,468,000 of the general fund--federal
11 appropriation are provided solely to implement chapter 320, Laws of
12 2013 (ESHB 1519) and chapter 338, Laws of 2013 (2SSB 5732).

13 (13) The department shall review the capital add-on rate
14 established by RCW 74.39A.320 for effectiveness in incentivizing
15 assisted living facilities to serve Medicaid eligible clients. Upon
16 completing its review, the department shall submit its findings along
17 with recommendations for alternatives to the office of financial
18 management and the fiscal committees of the legislature by December 1,
19 2013. The department is encouraged to engage stakeholders in
20 developing alternatives.

21 (14) \$239,000 of the general fund--state appropriation for fiscal
22 year 2014, \$160,000 of the general fund--state appropriation for fiscal
23 year 2015, and \$398,000 of the general fund--federal appropriation are
24 provided solely to implement chapter 300, Laws of 2013 (SSB 5630).

25 (15) \$456,000 of the general fund--federal appropriation and
26 \$456,000 of the general fund--local appropriation are provided solely
27 to implement Second Substitute House Bill No. 1574 (residential
28 services and supports). If the bill is not enacted by June 30, 2014,
29 the amounts provided in this subsection shall lapse. In accordance
30 with Second Substitute House Bill No. 1574, the department is
31 authorized to increase supported living fees as necessary to support
32 the actual costs of conducting the certification, inspection, and
33 regulatory programs. The certification fees may not exceed the
34 department's annual licensing and oversight activity costs and shall
35 include the department's cost of paying providers for the amount of the
36 certification fee attributed to medicaid clients. The annual
37 certification fee for supported living shall be \$128 per client
38 beginning in fiscal year 2015.

1 (16) \$3,000 of the general fund--state appropriation for fiscal
2 year 2015 is provided solely to implement Substitute House Bill No.
3 2310 (provider safety equipment). If the bill is not enacted by June
4 30, 2014, the amount provided in this subsection shall lapse.

5 (17) \$296,000 of the general fund--state appropriation for fiscal
6 year 2015, and \$296,000 of the general fund--federal appropriation are
7 provided solely to implement Engrossed Substitute House Bill No. 2746
8 (medicaid personal care). If the bill is not enacted by June 30, 2014,
9 the amounts provided in this subsection shall lapse.

10 (18) \$500,000 of the general fund--state appropriation for fiscal
11 year 2015 is provided solely to implement House Bill No. 2777 (long-
12 term care coverage). If the bill is not enacted by June 30, 2014, the
13 amount provided in this subsection shall lapse.

14 (19) \$15,000 of the general fund--state appropriation for fiscal
15 year 2015 and \$15,000 of the general fund--federal appropriation are
16 provided solely to implement Substitute House Bill No. 2634
17 (residential enforcement standards). If the bill is not enacted by
18 June 30, 2014, the amounts provided in this subsection shall lapse.

19 (20) \$5,094,000 of the general fund--state appropriation for fiscal
20 year 2015 is provided solely for services and support to individuals
21 who are deaf, hard of hearing, or deaf-blind.

22 (21) The department may authorize a one-time waiver of all or any
23 portion of the licensing and processing fees required under RCW
24 70.128.060 in any case in which the department determines that an adult
25 family home is being relicensed because of exceptional circumstances,
26 such as death or incapacity of a provider, and that to require the full
27 payment of the licensing and processing fees would present a hardship
28 to the applicant.

29 **Sec. 207.** 2013 2nd sp.s. c 4 s 207 (uncodified) is amended to read
30 as follows:

31 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ECONOMIC SERVICES**
32 **PROGRAM**

33	General Fund--State Appropriation (FY 2014)	(\$402,504,000)
34		\$377,188,000
35	General Fund--State Appropriation (FY 2015)	(\$405,019,000)
36		\$392,380,000
37	General Fund--Federal Appropriation	(\$1,211,774,000)

1		<u>\$1,235,336,000</u>
2	General Fund--Private/Local Appropriation	((\$30,594,000))
3		<u>\$36,450,000</u>
4	TOTAL APPROPRIATION	((\$2,049,891,000))
5		<u>\$2,041,354,000</u>

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

8 (1)(a) ((~~\$178,757,000~~)) \$154,439,000 of the general fund--state
9 appropriation for fiscal year 2014, ((~~\$172,999,000~~)) \$154,241,000 of
10 the general fund--state appropriation for fiscal year 2015, and
11 ((~~\$732,881,000~~)) \$771,147,000 of the general fund--federal
12 appropriation are provided solely for all components of the WorkFirst
13 program. Within the amounts provided for the WorkFirst program, the
14 department may provide assistance using state-only funds for families
15 eligible for temporary assistance for needy families. The department
16 must create a WorkFirst budget structure that allows for transparent
17 tracking of budget units and subunits of expenditures where these units
18 and subunits are mutually exclusive from other department budget units.
19 The budget structure must include budget units for the following: Cash
20 assistance, child care, WorkFirst activities, and administration of the
21 program. Within these budget units, the department must develop
22 program index codes for specific activities and develop allotments and
23 track expenditures using these codes. The department shall report to
24 the office of financial management and the relevant fiscal and policy
25 committees of the legislature prior to adopting the new structure. The
26 secretary of the department of social and health services, working with
27 WorkFirst partner agencies and in collaboration with the WorkFirst
28 oversight task force, shall develop a plan for maximizing the following
29 outcomes and shall report back to the legislature by November 1, 2013.
30 The outcomes to be measured are: (i) Increased employment; (ii)
31 completion of education or post-secondary training; (iii) completion of
32 barrier removal activity including drug and alcohol or mental health
33 treatment; (iv) housing stability; (v) child care or education
34 stability for the children of temporary assistance for needy families
35 recipients; (vi) reduced rate of return after exit from the WorkFirst
36 program; and (vii) work participation requirements.

37 (b) ((~~\$406,818,000~~)) \$374,937,000 of the amounts in (a) of this
38 subsection are provided solely for assistance to clients, including

1 grants, diversion cash assistance, and additional diversion emergency
2 assistance including but not limited to assistance authorized under RCW
3 74.08A.210. The department may use state funds to provide support to
4 working families that are eligible for temporary assistance for needy
5 families but otherwise not receiving cash assistance. Within these
6 amounts, funding is for implementation of House Bill No. 2585 (TANF
7 benefits for a child).

8 (c) (~~(\$168,019,000)~~) \$179,529,000 of the amounts in (a) of this
9 subsection are provided solely for WorkFirst job search, education and
10 training activities, barrier removal services, limited English
11 proficiency services, and tribal assistance under RCW 74.08A.040. The
12 department must allocate this funding based on client outcomes and cost
13 effectiveness measures.

14 (d) (~~(\$367,676,000)~~) \$354,360,000 of the amounts in (a) of this
15 subsection are provided solely for the working connections child care
16 program under RCW 43.215.135.

17 (e) (~~(\$142,124,000)~~) \$170,999,000 of the amounts in (a) of this
18 subsection are provided solely for WorkFirst and working connections
19 child care administration and overhead.

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

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

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

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

6 (4) On December 1, 2013, and annually thereafter, the department
7 must report to the legislature on all sources of funding available for
8 both refugee and immigrant services and naturalization services during
9 the current fiscal year and the amounts expended to date by service
10 type and funding source. The report must also include the number of
11 clients served and outcome data for the clients.

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

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

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

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

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

7 (10) \$500,000 of the general fund--state appropriation for fiscal
8 year 2014 and \$1,500,000 of the general fund--state appropriation for
9 fiscal year 2015 are provided solely for implementation of Substitute
10 House Bill No. 2069 (safety net benefits). If the bill is not enacted
11 by June 30, 2013, the amounts provided in this subsection shall lapse.

12 **Sec. 208.** 2013 2nd sp.s. c 4 s 208 (uncodified) is amended to read
13 as follows:

14 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ALCOHOL AND**
15 **SUBSTANCE ABUSE PROGRAM**

16	General Fund--State Appropriation (FY 2014)	((\$72,650,000))
17		<u>\$73,021,000</u>
18	General Fund--State Appropriation (FY 2015)	((\$61,855,000))
19		<u>\$63,567,000</u>
20	General Fund--Federal Appropriation	((\$277,248,000))
21		<u>\$279,072,000</u>
22	General Fund--Private/Local Appropriation	((\$13,554,000))
23		<u>\$16,316,000</u>
24	Criminal Justice Treatment Account--State	
25	Appropriation	((\$14,568,000))
26		<u>\$14,285,000</u>
27	Problem Gambling Account--State Appropriation	\$1,450,000
28	TOTAL APPROPRIATION	((\$441,325,000))
29		<u>\$447,711,000</u>

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

32 (1) Within the amounts appropriated in this section, the department
33 may contract with the University of Washington and community-based
34 providers for the provision of the parent-child assistance program or
35 other specialized chemical dependency case management providers for
36 pregnant, post-partum, and parenting women. For all contractors: (a)
37 Service and other outcome data must be provided to the department by

1 request; (b) program modifications needed to maximize access to federal
2 medicaid matching funds will be phased in over the course of the 2013-
3 2015 fiscal biennium; and (c) indirect charges for administering the
4 program shall not exceed ten percent of the total contract amount.

5 (2) Within the amounts appropriated in this section, the department
6 shall continue to provide for chemical dependency treatment services
7 for adult medicaid eligible, pregnant and parenting women, disability
8 lifeline, and alcoholism and drug addiction treatment and support act,
9 and medical care services clients.

10 (3) In accordance with RCW 70.96A.090 and 43.135.055, the
11 department is authorized to adopt fees for the review and approval of
12 treatment programs in fiscal years 2014 and 2015 as necessary to
13 support the costs of the regulatory program. The department's fee
14 schedule shall have differential rates for providers with proof of
15 accreditation from organizations that the department has determined to
16 have substantially equivalent standards to those of the department,
17 including but not limited to the joint commission on accreditation of
18 health care organizations, the commission on accreditation of
19 rehabilitation facilities, and the council on accreditation. To
20 reflect the reduced costs associated with regulation of accredited
21 programs, the department's fees for organizations with such proof of
22 accreditation must reflect the lower cost of licensing for these
23 programs than for other organizations which are not accredited.

24 (4) \$3,500,000 of the general fund--federal appropriation (from the
25 substance abuse prevention and treatment federal block grant) is
26 provided solely for the continued funding of existing county drug and
27 alcohol use prevention programs.

28 (5) \$2,600,000 of the general fund--state appropriation for fiscal
29 year 2014 is provided solely for the department to transition 128 beds
30 from settings that are considered institutions for mental diseases to
31 facilities with no more than 16 beds that are able to claim federal
32 match for services provided to medicaid clients or individuals covered
33 under the department's section 1115 medicaid waiver. The department
34 may conduct a request for proposal process to fulfill this requirement
35 and adopt rates that are comparable to the pilot projects implemented
36 in the 2011-13 fiscal biennium. The department may use these funds to
37 assist with the costs of providers in setting up or converting to 16-
38 bed facilities. This funding may also be used for providers that are

1 developing new capacity for clients who will become eligible for
2 services under the affordable care act medicaid expansion. The number
3 of beds available for pregnant and parenting women must not be reduced.

4 (6) \$283,000 of the criminal justice treatment account
5 appropriation is provided solely for transitional funding for the
6 family drug court in Pierce county.

7 (7) Within the amounts appropriated in this section, the department
8 shall review differential rates paid for alcohol and substance abuse
9 assessment and treatment services for medicaid and nonmedicaid clients
10 and the impact to providers as previously uninsured clients become
11 eligible for services through the medicaid expansion under the federal
12 patient protection and affordable care act. By December 1, 2014, the
13 department must submit a report to the legislature which provides: (a)
14 The estimated impact on providers for each type of medicaid
15 reimbursable service as newly eligible clients shift from nonmedicaid
16 to medicaid rates; (b) identification of which types of providers will
17 be most significantly impacted by these shifts; (c) identification of
18 the estimated annual costs for increasing rates for each level of
19 service; and (d) a summary of federal requirements that must be
20 considered in determining how any future rate increase must be
21 implemented.

22 **Sec. 209.** 2013 2nd sp.s. c 4 s 209 (uncodified) is amended to read
23 as follows:

24 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--VOCATIONAL**
25 **REHABILITATION PROGRAM**

26	General Fund--State Appropriation (FY 2014)	((\$16,478,000))
27		<u>\$16,568,000</u>
28	General Fund--State Appropriation (FY 2015)	((\$16,459,000))
29		<u>\$11,477,000</u>
30	General Fund--Federal Appropriation	((\$99,413,000))
31		<u>\$99,397,000</u>
32	TOTAL APPROPRIATION	((\$132,350,000))
33		<u>\$127,442,000</u>

34 The appropriations in this section are subject to the following
35 conditions and limitations: \$5,006,000 of the general fund--state
36 appropriation for fiscal year 2014 (~~and \$5,094,000 of the general~~

1 ~~fund--state appropriation for fiscal year 2015 are))~~ is provided solely
2 for services and support to individuals who are deaf, hard of hearing,
3 or deaf-blind.

4 **Sec. 210.** 2013 2nd sp.s. c 4 s 210 (uncodified) is amended to read
5 as follows:

6 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--SPECIAL COMMITMENT**
7 **PROGRAM**

8	General Fund--State Appropriation (FY 2014)	((\$36,420,000))
9		<u>\$37,796,000</u>
10	General Fund--State Appropriation (FY 2015)	((\$35,813,000))
11		<u>\$37,017,000</u>
12	TOTAL APPROPRIATION	((\$72,233,000))
13		<u>\$74,813,000</u>

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

16 (1) The department of social and health services shall transfer the
17 stewardship of McNeil Island to the department of corrections
18 industries program, effective September 1, 2013. The transferred
19 responsibilities shall include marine operations, waste water
20 treatment, water treatment, road maintenance, and any other general
21 island maintenance that is not site specific to the operations of the
22 special commitment center or the Pierce county secure community
23 transition facility. Facility maintenance within the perimeter of the
24 special commitment center shall remain the responsibility of the
25 department of social and health services. Capital repairs and
26 maintenance necessary to maintain the special commitment center on
27 McNeil Island shall be managed by the department of social and health
28 services. The legislature directs both departments to enter into an
29 interagency agreement by August 1, 2013. The office of financial
30 management shall oversee the negotiations of the interagency agreement.
31 The interagency agreement must describe equipment that will transfer
32 between the departments, warehouse space that will be shared by the
33 departments, and occupancy requirements for any shops outside the
34 perimeter of the special commitment center. The office of financial
35 management will make the final determination on any disagreements
36 between the departments on the details of the interagency agreement.

1 (2) (~~(\$3,120,000)~~) \$3,042,000 of the general fund--state
2 appropriation for fiscal year 2014 and (~~(\$3,120,000)~~) \$3,024,000 of the
3 general fund--state appropriation for fiscal year 2015 are provided
4 solely for operational costs specific to island operations of the
5 special commitment center and the Pierce county secure community
6 transition facility. The department shall establish an accounting
7 structure that enables it to track and report on costs specific to
8 island operations.

9 (3) All employees of the department of social and health services
10 engaged in performing the powers, functions, and duties transferred to
11 the department of corrections industries program under this subsection,
12 are transferred to the department of corrections.

13 (4) All classified employees of the department of social and health
14 services assigned to the department of corrections under this
15 subsection whose positions are within an existing bargaining unit
16 description at the department of corrections shall become a part of the
17 existing bargaining unit at the department of corrections and shall be
18 considered an appropriate inclusion or modification of the existing
19 bargaining unit under the provisions of chapter 41.80 RCW.

20 (5) By November 1, 2014, the department of social and health
21 services shall provide a report to the office of financial management
22 and the appropriate fiscal and policy committees of the legislature
23 that evaluates the department's costs for certain medical and pharmacy
24 costs for its residents within the special commitment center. The
25 department as part of its evaluation shall consult with the health care
26 authority, the health benefits exchange, and the department of
27 corrections. At a minimum, the report should look at the following
28 items: (a) Obtaining medicaid eligibility for residents; (b)
29 feasibility of obtaining insurance for residents through the health
30 benefit exchange; (c) utilizing multistate consortiums for the purchase
31 of pharmaceuticals to reduce costs; and (d) consolidating contracts for
32 medical inpatient and outpatient services with western state hospital.

33 **Sec. 211.** 2013 2nd sp.s. c 4 s 211 (uncodified) is amended to read
34 as follows:

35 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--ADMINISTRATION AND**
36 **SUPPORTING SERVICES PROGRAM**

37 General Fund--State Appropriation (FY 2014) (~~(\$30,127,000)~~)

1		<u>\$29,773,000</u>
2	General Fund--State Appropriation (FY 2015)	((\$29,333,000))
3		<u>\$28,989,000</u>
4	General Fund--Federal Appropriation	((\$37,150,000))
5		<u>\$37,157,000</u>
6	General Fund--Private/Local Appropriation	\$654,000
7	TOTAL APPROPRIATION	((\$97,264,000))
8		<u>\$96,573,000</u>

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

11 (1) \$395,000 of the general fund--state appropriation for fiscal
12 year 2014, \$228,000 of the general fund--state appropriation for fiscal
13 year 2015, and \$335,000 of the general fund--federal appropriation are
14 provided solely to implement chapter 320, Laws of 2013 (ESHB 1519) and
15 chapter 338, Laws of 2013 (2SSB 5732).

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

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

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

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

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

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

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

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

31 **Sec. 212.** 2013 2nd sp.s. c 4 s 212 (uncodified) is amended to read
32 as follows:

33 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES--PAYMENTS TO OTHER**
34 **AGENCIES PROGRAM**

35	General Fund--State Appropriation (FY 2014)	((\$60,470,000))
36		<u>\$62,399,000</u>
37	General Fund--State Appropriation (FY 2015)	((\$60,511,000))

1 \$63,540,000
 2 General Fund--Federal Appropriation (~~(\$55,264,000)~~)
 3 \$57,061,000
 4 TOTAL APPROPRIATION (~~(\$176,245,000)~~)
 5 \$183,000,000

6 **Sec. 213.** 2013 2nd sp.s. c 4 s 213 (uncodified) is amended to read
 7 as follows:

8 **FOR THE STATE HEALTH CARE AUTHORITY**

9 General Fund--State Appropriation (FY 2014) (~~(\$2,131,026,000)~~)
 10 \$2,145,141,000
 11 General Fund--State Appropriation (FY 2015) (~~(\$2,114,731,000)~~)
 12 \$2,168,474,000
 13 General Fund--Federal Appropriation (~~(\$7,245,749,000)~~)
 14 \$7,909,907,000
 15 General Fund--Private/Local Appropriation (~~(\$57,780,000)~~)
 16 \$56,407,000
 17 Emergency Medical Services and Trauma Care Systems
 18 Trust Account--State Appropriation \$15,082,000
 19 Hospital Safety Net Assessment Fund--State
 20 Appropriation \$669,381,000
 21 Health Benefit Exchange Account--State Appropriation (~~(\$17,277,000)~~)
 22 \$16,207,000
 23 State Health Care Authority Administration Account--
 24 State Appropriation (~~(\$34,809,000)~~)
 25 \$31,463,000
 26 Medical Aid Account--State Appropriation \$528,000
 27 Medicaid Fraud Penalty Account--State Appropriation \$21,206,000
 28 TOTAL APPROPRIATION (~~(\$12,307,569,000)~~)
 29 \$13,033,796,000

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

32 (1) (~~(\$1,143,994,000)~~) \$1,900,484,000 of the general fund--federal
 33 appropriation is provided solely to implement the medicaid expansion as
 34 defined in the social security act, section 1902(a)(10)(A)(i)(VIII),
 35 subject to the conditions and limitations in this subsection. If the
 36 federal medical assistance percentage for the medicaid expansion falls
 37 below the percentages in section 1905(y) of the social security act as

1 of July 1, 2013, the authority shall ensure that the state does not
2 incur any additional state costs above what would have been incurred
3 had the federal medical assistance percentages remained at the
4 percentages in section 1905(y) as of July 1, 2013. The director is
5 authorized to make any necessary program adjustments to comply with
6 this requirement, including adding or adjusting premiums, modifying
7 benefits, or reducing optional programs. To the extent a waiver is
8 needed to accomplish this, the director shall promptly apply for such
9 waiver. If a necessary waiver is not approved, the medicaid expansion
10 program shall be terminated upon appropriate notification to the
11 legislature and enrollees.

12 (2) The requirements of this subsection apply to the basic health
13 plan. This subsection is null and void and has no further effect upon
14 implementation of the medicaid expansion under subsection (1) of this
15 section.

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

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

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

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

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

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

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

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

37 (6) The legislature affirms that it is in the state's interest for

1 Harborview medical center to remain an economically viable component of
2 the state's health care system.

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

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

13 (9) \$400,000 of the general fund--state appropriation for fiscal
14 year 2014, \$400,000 of the general fund--state appropriation for fiscal
15 year 2015, and \$800,000 of the general fund--federal appropriation are
16 provided solely for disproportionate share hospital payments to rural
17 hospitals certified by the centers for medicare and medicaid services
18 as sole community hospitals as of January 1, 2013, with less than one
19 hundred fifty acute care licensed beds in fiscal year 2011 that do not
20 participate in the certified public expenditures program.

21 (10) \$100,000 of the general fund--state appropriation for fiscal
22 year 2014 and \$100,000 of the general fund--state appropriation for
23 fiscal year 2015 are provided solely for grants to rural hospitals in
24 Clallam county that were certified by the centers for medicare and
25 medicaid services as sole community hospitals as of January 1, 2013,
26 with less than one hundred fifty acute care licensed beds in fiscal
27 year 2011.

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

33 (12) \$6,000,000 of the general fund--federal appropriation is
34 provided solely for supplemental payments to nursing homes operated by
35 public hospital districts. The public hospital district shall be
36 responsible for providing the required nonfederal match for the
37 supplemental payment, and the payments shall not exceed the maximum
38 allowable under federal rules. It is the legislature's intent that the

1 payments shall be supplemental to and shall not in any way offset or
2 reduce the payments calculated and provided in accordance with part E
3 of chapter 74.46 RCW. It is the legislature's further intent that
4 costs otherwise allowable for rate-setting and settlement against
5 payments under chapter 74.46 RCW shall not be disallowed solely because
6 such costs have been paid by revenues retained by the nursing home from
7 these supplemental payments. The supplemental payments are subject to
8 retrospective interim and final cost settlements based on the nursing
9 homes' as-filed and final medicare cost reports. The timing of the
10 interim and final cost settlements shall be at the health care
11 authority's discretion. During either the interim cost settlement or
12 the final cost settlement, the health care authority shall recoup from
13 the public hospital districts the supplemental payments that exceed the
14 medicaid cost limit and/or the medicare upper payment limit. The
15 health care authority shall apply federal rules for identifying the
16 eligible incurred medicaid costs and the medicare upper payment limit.

17 (13) The health care authority shall continue the inpatient
18 hospital certified public expenditures program for the 2013-2015 fiscal
19 biennium. The program shall apply to all public hospitals, including
20 those owned or operated by the state, except those classified as
21 critical access hospitals or state psychiatric institutions. The
22 health care authority shall submit reports to the governor and
23 legislature by November 1, 2013, and by November 1, 2014, that evaluate
24 whether savings continue to exceed costs for this program. If the
25 certified public expenditures (CPE) program in its current form is no
26 longer cost-effective to maintain, the health care authority shall
27 submit a report to the governor and legislature detailing
28 cost-effective alternative uses of local, state, and federal resources
29 as a replacement for this program. During fiscal year 2014 and fiscal
30 year 2015, hospitals in the program shall be paid and shall retain one
31 hundred percent of the federal portion of the allowable hospital cost
32 for each medicaid inpatient fee-for-service claim payable by medical
33 assistance and one hundred percent of the federal portion of the
34 maximum disproportionate share hospital payment allowable under federal
35 regulations. Inpatient medicaid payments shall be established using an
36 allowable methodology that approximates the cost of claims submitted by
37 the hospitals. Payments made to each hospital in the program in each
38 fiscal year of the biennium shall be compared to a baseline amount.

1 The baseline amount will be determined by the total of (a) the
2 inpatient claim payment amounts that would have been paid during the
3 fiscal year had the hospital not been in the CPE program based on the
4 reimbursement rates developed, implemented, and consistent with
5 policies approved in the 2013-2015 biennial operating appropriations
6 act and in effect on July 1, 2013, (b) one-half of the indigent
7 assistance disproportionate share hospital payment amounts paid to and
8 retained by each hospital during fiscal year 2005, and (c) all of the
9 other disproportionate share hospital payment amounts paid to and
10 retained by each hospital during fiscal year 2005 to the extent the
11 same disproportionate share hospital programs exist in the 2013-2015
12 fiscal biennium. If payments during the fiscal year exceed the
13 hospital's baseline amount, no additional payments will be made to the
14 hospital except the federal portion of allowable disproportionate share
15 hospital payments for which the hospital can certify allowable match.
16 If payments during the fiscal year are less than the baseline amount,
17 the hospital will be paid a state grant equal to the difference between
18 payments during the fiscal year and the applicable baseline amount.
19 Payment of the state grant shall be made in the applicable fiscal year
20 and distributed in monthly payments. The grants will be recalculated
21 and redistributed as the baseline is updated during the fiscal year.
22 The grant payments are subject to an interim settlement within eleven
23 months after the end of the fiscal year. A final settlement shall be
24 performed. To the extent that either settlement determines that a
25 hospital has received funds in excess of what it would have received as
26 described in this subsection, the hospital must repay the excess
27 amounts to the state when requested. (~~(\$3,860,000)~~) \$11,928,000 of the
28 general fund--state appropriation for fiscal year 2014 and
29 (~~(\$1,137,000)~~) \$14,821,000 of the general fund--state appropriation for
30 fiscal year 2015 are provided solely for state grants for the
31 participating hospitals.

32 (14) The health care authority shall seek public-private
33 partnerships and federal funds that are or may become available to
34 provide on-going support for outreach and education efforts under the
35 federal children's health insurance program reauthorization act of
36 2009.

37 (15) The health care authority shall target funding for maternity
38 support services towards pregnant women with factors that lead to

1 higher rates of poor birth outcomes, including hypertension, a preterm
2 or low birth weight birth in the most recent previous birth, a
3 cognitive deficit or developmental disability, substance abuse, severe
4 mental illness, unhealthy weight or failure to gain weight, tobacco
5 use, or African American or Native American race. The health care
6 authority shall prioritize evidence-based practices for delivery of
7 maternity support services. To the extent practicable, the health care
8 authority shall develop a mechanism to increase federal funding for
9 maternity support services by leveraging local public funding for those
10 services.

11 (16) \$170,000 of the general fund--state appropriation for fiscal
12 year 2014, \$121,000 of the general fund--state appropriation for fiscal
13 year 2015, and \$292,000 of the general fund--federal appropriation are
14 provided solely to implement Engrossed Substitute House Bill No. 1519
15 (service coordination organizations) and Second Substitute Senate Bill
16 No. 5732 (behavioral health services). If neither of the bills is
17 enacted by June 30, 2013, the amounts provided in this subsection shall
18 lapse.

19 (17) \$57,000 of the general fund--state appropriation for fiscal
20 year 2014, \$40,000 of the general fund--state appropriation for fiscal
21 year 2015, and \$55,000 of the general fund--federal appropriation are
22 provided solely to develop a report on state efforts to prevent and
23 control diabetes. The authority, the department of social and health
24 services, and the department of health shall submit a coordinated
25 report to the governor and the appropriate committees of the
26 legislature by December 31, 2014, on the following:

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

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

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

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

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

25 (e) An estimate of savings, efficiencies, costs, and budgetary
26 savings and resources required to implement the plans and budget
27 recommendations identified in (d) of this subsection (17).

28 (18) Within the amounts appropriated in this section, the authority
29 shall identify strategies to improve patient adherence to treatment
30 plans for diabetes and implement these strategies as a pilot through
31 one health home program to be identified by the authority. The
32 authority shall report to the governor and the legislature in December
33 2014 on the progress of strategy implementation. The authority shall
34 report to the governor and legislature in December 2015 on patient
35 outcomes and cost savings derived from new adherence strategies in the
36 health home model and make recommendations for improving the
37 strategies.

1 (19) Effective January 1, 2014, managed care contracts must
2 incorporate accountability measures that monitor patient health and
3 improved health outcomes, and shall include an expectation that each
4 patient receive a wellness examination that documents the baseline
5 health status and allows for monitoring of health improvements and
6 outcome measures.

7 (20) \$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 (21) \$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 (22) \$143,000 of the medicaid fraud penalty account--state
33 appropriation and \$423,000 of the general fund--federal appropriation
34 are provided solely for the rebasing of outpatient and inpatient
35 payment methods.

36 (23) \$1,163,000 of the medicaid fraud penalty account--state
37 appropriation 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 (24) \$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 (25) \$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 (26) 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 (27) 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 (28) Sufficient amounts are appropriated in this section for the
5 authority to provide an adult dental benefit beginning January 1, 2014.

6 (29) To the extent allowed under federal law, the authority shall
7 require an adult client to enroll in full medicaid coverage instead of
8 family planning-only coverage unless the client is at risk of domestic
9 violence.

10 (30) The authority shall facilitate enrollment under the medicaid
11 expansion for clients applying for or receiving state funded services
12 from the authority and its contractors. Prior to open enrollment, the
13 authority shall coordinate with the department of social and health
14 services to provide referrals to the Washington health benefit exchange
15 for clients that will be ineligible for the medicaid expansion but are
16 enrolled in coverage that will be eliminated in the transition to the
17 medicaid expansion.

18 (31) \$90,000 of the general fund--state appropriation for fiscal
19 year 2014, \$90,000 of the general fund--state appropriation for fiscal
20 year 2015, and \$180,000 of the general fund--federal appropriation are
21 provided solely to continue operation by a nonprofit organization of a
22 toll-free hotline that assists families to learn about and enroll in
23 the apple health for kids program.

24 (32) Within the amounts appropriated in this section, the authority
25 shall reduce premiums for children with family incomes above 200
26 percent of the federal poverty level in the state-funded children's
27 health program who are not eligible for coverage under the federal
28 children's health insurance program. Premiums in the state and federal
29 children's health insurance program shall be equal.

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

33 (34) \$150,000 of the general fund--state appropriation for fiscal
34 year 2014, \$436,000 of the general fund--state appropriation for fiscal
35 year 2015, and \$170,561,000 of the general fund--federal appropriation
36 are provided solely for the provider incentive program and other
37 initiatives related to the health information technology medicaid plan.

1 (~~(37)~~ ~~\$1,531,000~~) (35) \$1,528,000 of the general fund--state
2 appropriation for fiscal year 2014, (~~(\$280,000)~~) \$2,206,000 of the
3 general fund--state appropriation for fiscal year 2015, and
4 (~~(\$10,803,000)~~) \$17,912,000 of the general fund--federal appropriation
5 are provided solely to implement phase two of the project to create a
6 single provider payment system that consolidates medicaid medical and
7 social services payments and replaces the social service payment
8 system. The amounts provided in this subsection are conditioned on the
9 authority satisfying the requirements of the project management
10 oversight standards and policies established by the office of the chief
11 information officer.

12 (~~(38)~~) (36) Within the amounts appropriated in this section, the
13 health care authority and the department of social and health services
14 shall implement the state option to provide health homes for enrollees
15 with chronic conditions under section 2703 of the federal affordable
16 care act. The total state match for enrollees who are dually-eligible
17 for both medicare and medicaid and not enrolled in managed care shall
18 be no more than the net savings to the state from the enhanced match
19 rate for its medicaid-only managed care enrollees under section 2703.

20 (~~(39)~~) (37) The health care authority shall not initiate any
21 services that require expenditure of state general fund moneys unless
22 expressly authorized in this act or other law. The health care
23 authority may seek, receive, and spend, under RCW 43.79.260 through
24 43.79.282, federal moneys not anticipated in this act as long as the
25 federal funding does not require expenditure of state moneys for the
26 program in excess of amounts anticipated in this act. If the health
27 care authority receives unanticipated unrestricted federal moneys,
28 those moneys shall be spent for services authorized in this act or in
29 any other legislation providing appropriation authority, and an equal
30 amount of appropriated state general fund moneys shall lapse. Upon the
31 lapsing of any moneys under this subsection, the office of financial
32 management shall notify the legislative fiscal committees. As used in
33 this subsection, "unrestricted federal moneys" includes block grants
34 and other funds that federal law does not require to be spent on
35 specifically defined projects or matched on a formula basis by state
36 funds.

37 (~~(40)~~) (38) Within the amounts appropriated in this section, the

1 authority shall reimburse for primary care services provided by
2 naturopathic physicians.

3 ~~((41))~~ (39) Within amounts appropriated, the health care
4 authority shall conduct a review of its management and staffing
5 structure to identify efficiencies and opportunities to reduce full
6 time equivalent employees and other administrative costs. A report
7 summarizing the review and the authority's recommendations to reduce
8 costs and full time equivalent employees must be submitted to the
9 governor and legislature by November 1, 2013.

10 ~~((42) \$17,279,000)~~ (40) \$16,209,000 of the health benefit
11 exchange account--state appropriation and ~~((2,721,000))~~ \$3,791,000 of
12 the general fund--federal appropriation are provided solely to support
13 the operations of the Washington health benefit exchange from January
14 1, 2015, to June 30, 2015. The Washington state health insurance pool
15 administrator shall transfer \$20,838,000 of pool contributions to the
16 treasurer for deposit into the health benefit exchange account in
17 calendar year 2014. The receipt and use of medicaid funds provided to
18 the health benefit exchange from the health care authority are subject
19 to compliance with state and federal regulations and policies governing
20 the Washington apple health programs, including timely and proper
21 application, eligibility, and enrollment procedures.

22 ~~((43))~~ (41) Within the amounts appropriated in this section, the
23 authority shall continue to provide coverage after December 31, 2013,
24 for pregnant teens that qualify under existing pregnancy medical
25 programs, but whose eligibility for pregnancy related services would
26 otherwise end due to the application of the new modified adjusted gross
27 income eligibility standard.

28 ~~((44))~~ (42) ~~((Upon implementation of the medicaid expansion under~~
29 ~~subsection (1) of this section, the breast and cervical cancer~~
30 ~~treatment program is eliminated. To maintain continuity of coverage,~~
31 ~~the authority shall offer the option to stay in a fee for service~~
32 ~~program to clients that are already enrolled in the breast and cervical~~
33 ~~cancer treatment program and will be transitioned into the new adult~~
34 ~~group upon implementation of the medicaid expansion. The authority~~
35 ~~will continue to provide coverage to clients that are already enrolled~~
36 ~~in the breast and cervical cancer treatment program at the time of~~
37 ~~program elimination until their courses of treatment are completed))~~

1 Sufficient amounts are appropriated in this section to restore medicaid
2 coverage under the breast and cervical cancer treatment program.

3 ((+45+)) (43) \$40,000 of the general fund--state appropriation for
4 fiscal year 2014 and \$40,000 of the general fund--federal appropriation
5 are provided solely for the authority to create a new position to
6 provide adequate oversight and assistance to managed care
7 organizations, rural health clinics, and federally qualified health
8 centers under a new administratively streamlined payment methodology.
9 Effective July 1, 2013, or upon obtaining any necessary federal
10 approval, but in no case during the first quarter of a calendar year,
11 the authority shall implement an administratively streamlined payment
12 methodology for federally qualified health centers and rural health
13 clinics. The authority's payments to managed care organizations shall
14 include the full encounter payment comprised of both the standard and
15 enhancement payments for federally qualified health centers and rural
16 health clinics as defined in the medicaid state plan and in accordance
17 with section 1902(bb) of the social security act (42 U.S.C. 1396a(bb)).
18 At no time will a managed care organization be at risk for or have any
19 claim to the supplemental payment portion of the rate which will be
20 reconciled to ensure accurate payment and full pass through of the
21 obligated funds. For any services eligible for encounter payments, as
22 defined in the medicaid state plan, managed care organizations shall be
23 required to pay at least the full published encounter rates directly to
24 each clinic or center, and payments will be reconciled on at least an
25 annual basis between the managed care organization and the authority,
26 with final review and approval by the authority. At the option of any
27 clinic, the enhancement payment can be received from the managed care
28 organization on a per member per month basis for all assigned managed
29 care enrollees in an amount prescribed by the authority. Nothing in
30 this section is intended to disrupt mutually agreeable contractual
31 arrangements between managed care organizations and clinics that impact
32 how the standard payment for services is paid. The authority will
33 require participating managed care organizations to reimburse federally
34 qualified health centers and rural health clinics for clean claims in
35 strict adherence to the timeliness of payment standards established
36 under contract and specified for the medicaid fee-for-service program
37 in section 1902(a)(37) of the social security act (42 U.S.C.
38 1396a(a)(37)), 42 C.F.R. Sec. 447.46, and specified for health carriers

1 in WAC 284-43-321. The authority shall exercise all necessary options
2 under its existing sanctions policy to enforce timely payment of
3 claims. The authority shall ensure necessary staff and resources are
4 identified to actively monitor and enforce the timeliness and accuracy
5 of payments to federally qualified health centers and rural health
6 clinics. By January 1, 2014, and after collaboration with federally
7 qualified health centers, rural health clinics, managed care plans, and
8 the centers for medicare and medicaid services, the authority will
9 produce a report that provides options for a new payment methodology
10 that rewards innovation and outcomes over volume of services delivered,
11 and which maintains the integrity of the rural health clinic and
12 federally qualified health center programs as outlined under federal
13 law. The report will detail necessary federal authority for
14 implementation and provide the benefits and drawbacks of each option.

15 ~~((46))~~ (44) \$3,605,000 of the general fund--state appropriation
16 for fiscal year 2014 is provided solely to proportionally reduce the
17 amounts that rural health clinics owe the state under the calendar year
18 2009 recoupment.

19 ~~((47))~~ (45) Sufficient amounts are appropriated in this section
20 to remove the mental health visit limit and to provide the shingles
21 vaccine and screening, brief intervention, and referral to treatment
22 benefits that are available in the medicaid alternative benefit plan in
23 the current medicaid benefit plan beginning January 1, 2014. ~~((The
24 authority shall monitor the costs of the habilitative benefit as part
25 of the forecasting process but shall not provide this benefit in the
26 current medicaid benefit plan without a direct appropriation in the
27 omnibus appropriations act.~~

28 ~~(48))~~ (46) The appropriations in this section reflect savings and
29 efficiencies achieved by modifying dispensing methods of contraceptive
30 drugs. The authority must make arrangements for all medicaid programs
31 offered through managed care plans or fee-for-service programs to
32 require dispensing of contraceptive drugs with a one-year supply
33 provided at one time unless a patient requests a smaller supply or the
34 prescribing physician instructs that the patient must receive a smaller
35 supply. Contracts with managed care plans must allow on-site
36 dispensing of the prescribed contraceptive drugs at family planning
37 clinics. Dispensing practices must follow clinical guidelines for

1 appropriate prescribing and dispensing to ensure the health of the
2 patient while maximizing access to effective contraceptive drugs.

3 ~~((49))~~ (47)(a) \$75,000 of the general fund--state appropriation
4 for fiscal year 2014 and \$75,000 of the general fund--federal
5 appropriation are provided solely for preparing options with an expert
6 consultant for possible implementation of a targeted premium assistance
7 program and possible implementation of the federal basic health option.
8 \$75,000 of the amounts appropriated in this subsection is provided
9 solely for the development of options related to the targeted premium
10 assistance program. The authority shall develop options for a waiver
11 request to the federal centers for medicare and medicaid services to
12 implement a targeted premium assistance program for the expansion
13 adults, identified in section 1902(a)(10)(A)(i)(VIII) of the social
14 security act, with incomes above one hundred percent of the federal
15 poverty level, and for children covered in the children's health
16 insurance program with incomes above two hundred percent of the federal
17 poverty level, with a goal of providing seamless coverage through the
18 health benefit exchange and improving opportunities for families to be
19 covered in the same health plans. The options must include the
20 possibility of applying premiums for individuals and cost-sharing that
21 may exceed the five percent of family income cap under federal law, and
22 the options must include recommendations to make the targeted premium
23 assistance program cost neutral. The authority shall submit a report
24 on the options to the legislature and the governor by January 1, 2014.
25 The authority is encouraged to be creative, use subject matter experts,
26 and exhaust all possible options to achieve cost neutrality. The
27 report shall also include a detailed plan and timeline. \$75,000 of the
28 amounts appropriated in this subsection is provided solely for the
29 development of options related to the federal basic health option. The
30 authority shall prepare options for implementing the federal basic
31 health option as federal guidance becomes available. The authority
32 shall submit a report on the options to the legislature and the
33 governor by January 1, 2014, or ninety days following the release of
34 federal guidance. The report must include a comparison of the premiums
35 and cost-sharing under the federal basic health option with the premium
36 assistance options described in this subsection, options for
37 implementing the federal basic health option in combination with a

1 premium assistance program, a detailed fiscal analysis for each
2 coverage approach, including the estimated costs for system design and
3 implementation, and information about impacted populations.

4 (b) Where possible, the authority shall leverage the same expert
5 consultants to review each proposal and compare and contrast the
6 approaches to ensure seamless coordination with the health benefit
7 exchange.

8 (c) The authority shall collaborate with the joint select committee
9 on health care oversight in the development of these options.

10 (48) \$229,000 of the general fund--state appropriation for fiscal
11 year 2015 and \$195,000 of the general fund--federal appropriation are
12 provided solely to implement Engrossed Second Substitute House Bill No.
13 2639 (mental health, chemical dependency) and Engrossed Second
14 Substitute House Bill No. 2315 (suicide prevention). If Engrossed
15 Second Substitute House Bill No. 2639 (mental health, chemical
16 dependency) is not enacted by June 30, 2014, the amounts provided in
17 this subsection shall lapse.

18 (49) \$500,000 of the general fund--state appropriation for fiscal
19 year 2015 is provided solely to implement Engrossed Substitute House
20 Bill No. 2594 (federal basic health program). If the bill is not
21 enacted by June 30, 2014, the amount provided in this subsection shall
22 lapse.

23 (50) \$604,000 of the general fund--state appropriation for fiscal
24 year 2014, \$597,000 of the general fund--state appropriation for fiscal
25 year 2015, and \$18,320,000 of the general fund--federal appropriation
26 are provided solely to implement Engrossed Second Substitute House Bill
27 No. 2572 (health care purchasing, delivery). If the bill is not
28 enacted by June 30, 2014, the amounts provided in this subsection shall
29 lapse.

30 (51) \$306,000 of the general fund--state appropriation for fiscal
31 year 2015 and \$306,000 of the general fund--federal appropriation are
32 provided solely to implement Substitute House Bill No. 2310 (provider
33 safety equipment). If the bill is not enacted by June 30, 2014, the
34 amounts provided in this subsection shall lapse.

35 (52) The health care authority may contract with any managed health
36 care system to provide medicaid services to the extent that minimum
37 contracting requirements defined by the authority are met for a given
38 region. The authority shall respond to any request to contract from a

1 managed health care system with a written explanation of the
2 preliminary decision within ninety days, with a final decision
3 contingent on successful completion of an onsite readiness review
4 process conducted by the authority. New managed health care systems
5 will only be considered for inclusion during annual contract renewal
6 periods, and requests must be submitted no later than June 1 to be
7 considered for the next contract year. The authority must heavily
8 weigh the benefit of medicaid-exchange alignment in reaching its
9 decision.

10 (53) The appropriations to the authority in this act shall be
11 expended for the purposes and in the amounts specified in this act. To
12 the extent that appropriations in this section are insufficient to fund
13 actual expenditures in excess of caseload forecasts and utilization
14 assumptions, the authority, after May 1, 2014, may transfer general
15 fund--state appropriations for fiscal year 2014 that are provided
16 solely for a specified purpose. The authority shall not transfer
17 funds, and the director of financial management shall not approve the
18 transfer, unless the transfer is consistent with the objective of
19 conserving, to the maximum extent possible, the expenditure of state
20 funds. The director of financial management shall notify the
21 appropriate fiscal committees of the senate and house of
22 representatives in writing seven days prior to approving any allotment
23 modifications or transfers under this subsection. The written
24 notification shall include a narrative explanation and justification of
25 changes, along with expenditures and allotments by budget unit and
26 appropriation, both before and after any allotment modifications or
27 transfers.

28 **Sec. 214.** 2013 2nd sp.s. c 4 s 214 (uncodified) is amended to read
29 as follows:

30 **FOR THE HUMAN RIGHTS COMMISSION**

31	General Fund--State Appropriation (FY 2014)	((\$2,077,000))
32		<u>\$2,059,000</u>
33	General Fund--State Appropriation (FY 2015)	((\$1,996,000))
34		<u>\$2,073,000</u>
35	General Fund--Federal Appropriation	\$2,185,000
36	TOTAL APPROPRIATION	((\$6,258,000))
37		<u>\$6,317,000</u>

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

6 **Sec. 215.** 2013 2nd sp.s. c 4 s 215 (uncodified) is amended to read
7 as follows:

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

9 Worker and Community Right-to-Know Account--State

10	Appropriation	\$10,000
11	Accident Account--State Appropriation	((\$19,763,000))
12		<u>\$19,775,000</u>
13	Medical Aid Account--State Appropriation	((\$19,763,000))
14		<u>\$19,775,000</u>
15	TOTAL APPROPRIATION	((\$39,536,000))
16		<u>\$39,560,000</u>

17 **Sec. 216.** 2013 2nd sp.s. c 4 s 216 (uncodified) is amended to read
18 as follows:

19 **FOR THE CRIMINAL JUSTICE TRAINING COMMISSION**

20	General Fund--State Appropriation (FY 2014)	((\$14,257,000))
21		<u>\$14,538,000</u>
22	General Fund--State Appropriation (FY 2015)	((\$14,159,000))
23		<u>\$14,178,000</u>
24	General Fund--Private/Local Appropriation	((\$3,059,000))
25		<u>\$4,201,000</u>
26	Death Investigations Account--State Appropriation	\$148,000
27	Municipal Criminal Justice Assistance Account--	
28	State Appropriation	\$460,000
29	Washington Auto Theft Prevention Authority Account--	
30	State Appropriation	\$8,597,000
31	TOTAL APPROPRIATION	((\$40,680,000))
32		<u>\$42,122,000</u>

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

35 (1) \$5,000,000 of the general fund--state appropriation for fiscal
36 year 2014 and \$5,000,000 of the general fund--state appropriation for

1 fiscal year 2015, are provided to the Washington association of
2 sheriffs and police chiefs solely to verify the address and residency
3 of registered sex offenders and kidnapping offenders under RCW
4 9A.44.130.

5 (2) (~~(\$340,000)~~) \$420,000 of the general fund--local appropriation
6 is provided solely to purchase ammunition for the basic law enforcement
7 academy. Jurisdictions shall reimburse to the criminal justice
8 training commission the costs of ammunition, based on the average cost
9 of ammunition per cadet, for cadets that they enroll in the basic law
10 enforcement academy.

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

13 (4) \$100,000 of the general fund--state appropriation for fiscal
14 year 2014 and \$100,000 of the general fund--state appropriation for
15 fiscal year 2015 are provided solely for a school safety program. The
16 commission, in collaboration with the school safety center advisory
17 committee, shall provide the school safety training for all school
18 administrators and school safety personnel hired after the effective
19 date of this section.

20 (5) \$96,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$96,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely for the school safety center
23 within the commission. The safety center shall act as an information
24 dissemination and resource center when an incident occurs in a school
25 district in Washington or in another state, coordinate activities
26 relating to school safety, and review and approve manuals and curricula
27 used for school safety models and training. Through an interagency
28 agreement, the commission shall provide funding for the office of the
29 superintendent of public instruction to continue to develop and
30 maintain a school safety information web site. The school safety
31 center advisory committee shall develop and revise the training
32 program, using the best practices in school safety, for all school
33 safety personnel. The commission shall provide research-related
34 programs in school safety and security issues beneficial to both law
35 enforcement and schools.

36 (6) \$123,000 of the general fund--state appropriation for fiscal
37 year 2014 and \$123,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for the costs of providing
2 statewide advanced driving training with the use of a driving
3 simulator.

4 (7) \$165,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$165,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for crisis intervention training
7 for peace officers. The commission shall incorporate eight hours of
8 crisis intervention curriculum into its basic law enforcement academy
9 and shall offer an eight-hour in-service crisis intervention training
10 course.

11 (8) \$35,000 of the general fund--state appropriation for fiscal
12 year 2015 is provided solely for a study to collect data on the number
13 of reserve officers statewide. By December 31, 2014, the commission
14 shall report to the legislature on the number of reserve peace officers
15 who are employed at each local law enforcement agency in Washington.

16 **Sec. 217.** 2013 2nd sp.s. c 4 s 217 (uncodified) is amended to read
17 as follows:

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

19	General Fund--State Appropriation (FY 2014)	((\$17,158,000))
20		<u>\$17,219,000</u>
21	General Fund--State Appropriation (FY 2015)	((\$17,733,000))
22		<u>\$18,193,000</u>
23	General Fund--Federal Appropriation	\$11,876,000
24	Asbestos Account--State Appropriation	\$366,000
25	Electrical License Account--State Appropriation	((\$37,124,000))
26		<u>\$40,274,000</u>
27	Farm Labor Contractor Account--State Appropriation . . . . .	.\$28,000
28	Worker and Community Right-to-Know Account--	
29	State Appropriation	\$903,000
30	Public Works Administration Account--State	
31	Appropriation	((\$6,252,000))
32		<u>\$7,860,000</u>
33	Manufactured Home Installation Training Account--	
34	State Appropriation	\$353,000
35	Accident Account--State Appropriation	((\$258,440,000))
36		<u>\$259,475,000</u>
37	Accident Account--Federal Appropriation	\$13,626,000

1	Medical Aid Account--State Appropriation	((\$278,697,000))
2		<u>\$279,711,000</u>
3	Medical Aid Account--Federal Appropriation	\$3,186,000
4	Plumbing Certificate Account--State Appropriation . . .	((\$1,732,000))
5		<u>\$1,746,000</u>
6	Pressure Systems Safety Account--State	
7	Appropriation	\$4,193,000
8	TOTAL APPROPRIATION	((\$651,667,000))
9		<u>\$659,009,000</u>

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

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

17 (2) \$1,336,000 of the medical aid account--state appropriation is
18 provided solely for implementation of Substitute Senate Bill No. 5362
19 (workers' compensation/vocational rehabilitation). If the bill is not
20 enacted by June 30, 2013, the amount provided in this subsection shall
21 lapse.

22 (3) \$279,000 of the public works administration account--state
23 appropriation, \$4,000 of the medical aid account--state appropriation,
24 and \$4,000 of the accident account--state appropriation are provided
25 solely for implementation of Substitute House Bill No. 1420
26 (transportation improvement projects). If the bill is not enacted by
27 June 30, 2013, the amounts provided in this subsection shall lapse.

28 (4) \$104,000 of the general fund--state appropriation for fiscal
29 year 2014 and \$104,000 of the general fund--state appropriation for
30 fiscal year 2015 are provided solely to implement Substitute Senate
31 Bill No. 5123 (farm internships). If the bill is not enacted by June
32 30, 2013, the amount provided in this subsection shall lapse.

33 ((+6)) (5) \$210,000 of the medical aid account--state
34 appropriation and \$630,000 of the accident account--state appropriation
35 are provided solely for the contract costs and one staff position at
36 the department for the purpose of implementing the logging safety
37 initiative in an effort to reduce the frequency and severity of
38 injuries in manual, or nonmechanized, logging. The department shall
39 reduce \$840,000 of workers compensation funding used for the safety and

1 health investment project to maintain cost neutrality. Additional
2 costs for the implementation of the logging safety initiative shall be
3 accomplished by the department within existing resources to include the
4 assignment of two full-time auditors specifically for this purpose.
5 The department is directed to include \$420,000 of these costs in its
6 calculation of workers' compensation premiums for the forest products
7 industry for 2014, 2015, and 2016 rates. The department shall report
8 to the legislature by December 31, 2014, an approach for using a third
9 party safety certification vendor, accomplishments of the taskforce,
10 accomplishments on this effort to-date, and future plans. The report
11 must identify options for future funding and make recommendations for
12 permanent funding for this program.

13 (6) \$132,000 of the accident account--state appropriation and
14 \$130,000 of the medical aid account--state appropriation are provided
15 solely to implement Engrossed Second Substitute House Bill No. 1467
16 (unpaid wages collection). If the bill is not enacted by June 30,
17 2014, the amounts provided in this subsection shall lapse.

18 (7) \$399,000 of the general fund--state appropriation for fiscal
19 year 2015 and \$21,000 of the electrical license account--state
20 appropriation are provided solely to implement Substitute House Bill
21 No. 2146 (labor and industries appeal bonds). If the bill is not
22 enacted by June 30, 2014, the amounts provided in this subsection shall
23 lapse.

24 (8) \$457,000 of the public works administration account--state
25 appropriation is provided solely to implement Substitute House Bill No.
26 2331 (public works payroll records). If the bill is not enacted by
27 June 30, 2014, the amount provided in this subsection shall lapse.

28 (9) \$129,000 of the accident account--state appropriation and
29 \$130,000 of the medical aid account--state appropriation are provided
30 solely to implement Substitute House Bill No. 2333 (employee
31 antiretaliation act). If the bill is not enacted by June 30, 2014, the
32 amounts provided in this subsection shall lapse.

33 (10) \$330,000 of the accident account--state appropriation and
34 \$330,000 of the medical aid account--state appropriation are provided
35 solely to implement House Bill No. 2334 (employee status). If the bill
36 is not enacted by June 30, 2014, the amounts provided in this
37 subsection shall lapse.

(11) \$33,000 of the medical aid account--state appropriation is provided solely to implement Engrossed House Bill No. 2617 (interpreter services). If the bill is not enacted by June 30, 2014, the amount provided in this subsection shall lapse.

Sec. 218. 2013 2nd sp.s. c 4 s 218 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF VETERANS AFFAIRS

(1) HEADQUARTERS

General Fund--State Appropriation (FY 2014)	\$1,996,000
General Fund--State Appropriation (FY 2015)	((\$1,900,000))
	<u>\$1,902,000</u>
Charitable, Educational, Penal, and Reformatory	
Institutions Account--State Appropriation	\$10,000
TOTAL APPROPRIATION	((\$3,906,000))
	<u>\$3,908,000</u>

(2) FIELD SERVICES

General Fund--State Appropriation (FY 2014)	((\$5,340,000))
	<u>\$5,348,000</u>
General Fund--State Appropriation (FY 2015)	((\$5,316,000))
	<u>\$5,322,000</u>
General Fund--Federal Appropriation	((\$3,455,000))
	<u>\$3,460,000</u>
General Fund--Private/Local Appropriation	((\$4,418,000))
	<u>\$4,550,000</u>
Veteran Estate Management Account--Private/Local	
Appropriation	\$1,104,000
TOTAL APPROPRIATION	((\$19,633,000))
	<u>\$19,784,000</u>

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

(3) INSTITUTIONAL SERVICES

1	General Fund--State Appropriation (FY 2014)	((\$102,000))
2		<u>\$239,000</u>
3	General Fund--State Appropriation (FY 2015)	((\$20,000))
4		<u>\$156,000</u>
5	General Fund--Federal Appropriation	((\$68,981,000))
6		<u>\$69,622,000</u>
7	General Fund--Private/Local Appropriation	((\$39,355,000))
8		<u>\$25,656,000</u>
9	TOTAL APPROPRIATION	((\$108,458,000))
10		<u>\$95,673,000</u>

11 **Sec. 219.** 2013 2nd sp.s. c 4 s 219 (uncodified) is amended to read
12 as follows:

13 **FOR THE DEPARTMENT OF HEALTH**

14	General Fund--State Appropriation (FY 2014)	((\$60,230,000))
15		<u>\$60,103,000</u>
16	General Fund--State Appropriation (FY 2015)	((\$59,198,000))
17		<u>\$64,363,000</u>
18	General Fund--Federal Appropriation	((\$536,074,000))
19		<u>\$535,692,000</u>
20	General Fund--Private/Local Appropriation	((\$139,455,000))
21		<u>\$139,290,000</u>
22	Hospital Data Collection Account--State Appropriation	\$222,000
23	Health Professions Account--State Appropriation	((\$104,722,000))
24		<u>\$104,898,000</u>
25	Aquatic Lands Enhancement Account--State Appropriation	\$604,000
26	Emergency Medical Services and Trauma Care Systems	
27	Trust Account--State Appropriation	((\$12,319,000))
28		<u>\$11,198,000</u>
29	Safe Drinking Water Account--State Appropriation	((\$5,267,000))
30		<u>\$5,255,000</u>
31	Drinking Water Assistance Account--Federal	
32	Appropriation	((\$14,806,000))
33		<u>\$14,747,000</u>
34	Waterworks Operator Certification--State	
35	Appropriation	\$1,560,000
36	Drinking Water Assistance Administrative Account--	
37	State Appropriation	\$339,000

1	Site Closure Account--State Appropriation	\$159,000
2	Biotoxin Account--State Appropriation	\$1,323,000
3	State Toxics Control Account--State Appropriation	((\$3,949,000))
4		<u>\$3,935,000</u>
5	Medical Test Site Licensure Account--State	
6	Appropriation	((\$4,737,000))
7		<u>\$4,730,000</u>
8	Youth Tobacco Prevention Account--State Appropriation	\$1,512,000
9	Public Health Supplemental Account--Private/Local	
10	Appropriation	\$3,236,000
11	Accident Account--State Appropriation	\$304,000
12	Medical Aid Account--State Appropriation	\$50,000
13	Medicaid Fraud Penalty Account--State	
14	Appropriation	\$987,000
15	TOTAL APPROPRIATION	((\$951,053,000))
16		<u>\$954,507,000</u>

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

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

1 other funds that federal law does not require to be spent on
2 specifically defined projects or matched on a formula basis by state
3 funds.

4 (b) The joint administrative rules review committee shall review
5 the new or amended rules pertaining to primary and secondary school
6 facilities under (a) of this subsection. The review committee shall
7 determine whether (i) the rules are within the intent of the
8 legislature as expressed by the statute that the rule implements, (ii)
9 the rule has been adopted in accordance with all applicable provisions
10 of law, or (iii) that the agency is using a policy or interpretive
11 statement in place of a rule. The rules review committee shall report
12 to the appropriate policy and fiscal committees of the legislature the
13 results of committee's review and any recommendations that the
14 committee deems advisable.

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

22 (3) \$150,000 of the state toxics control account--state
23 appropriation is provided solely to provide water filtration systems
24 for low-income households with individuals at high public health risk
25 from nitrate-contaminated wells in the lower Yakima basin.

26 (4)(a) \$64,000 of the medicaid fraud penalty account--state
27 appropriation is provided solely for the department to integrate the
28 prescription monitoring program into the coordinated care electronic
29 tracking program developed in response to section 213, chapter 7, Laws
30 of 2012, 2nd sp. sess., commonly referred to as the seven best
31 practices in emergency medicine.

32 (b) The integration must provide prescription monitoring program
33 data to emergency department personnel when the patient registers in
34 the emergency department. Such exchange may be a private or public
35 joint venture, including the use of the state health information
36 exchange.

37 (c) As part of the integration, the department shall request

1 insurers and third-party administrators that provide coverage to
2 residents of Washington state to provide the following to the
3 coordinated care electronic tracking program:

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

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

11 (5) \$270,000 of the general fund--state appropriation for fiscal
12 year 2014 is provided solely for the Washington autism alliance to
13 assist autistic individuals and families with autistic children during
14 the transition to federal health reform.

15 (6) \$6,000 of the general fund--state appropriation for fiscal year
16 2014 and \$5,000 of the general fund--state appropriation for fiscal
17 year 2015 are provided solely for the department to convene a work
18 group to study and recommend language for standardized clinical
19 affiliation agreements for clinical placements associated with the
20 education and training of physicians licensed under chapter 18.71 RCW,
21 osteopathic physicians and surgeons licensed under chapter 18.57 RCW,
22 and nurses licensed under chapter 18.79 RCW. The work group shall
23 develop one recommended standardized clinical affiliation agreement for
24 each profession or one recommended standardized clinical affiliation
25 agreement for all three professions.

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

- 31 (i) Two-year institutions of higher education;
32 (ii) Four-year institutions of higher education;
33 (iii) The University of Washington medical school;
34 (iv) The college of osteopathic medicine at the Pacific Northwest
35 University of Health Sciences;
36 (v) The health care personnel shortage task force;
37 (vi) Statewide organizations representing hospitals and other
38 facilities that accept clinical placements;

1 (vii) A statewide organization representing physicians;
2 (viii) A statewide organization representing osteopathic physicians
3 and surgeons;
4 (ix) A statewide organization representing nurses;
5 (x) A labor organization representing nurses; and
6 (xi) Any other groups deemed appropriate by the department in
7 consultation with the health care personnel shortage task force.

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

11 (7) \$65,000 of the general fund--state appropriation for fiscal
12 year 2014 and \$65,000 of the general fund--state appropriation for
13 fiscal year 2015 are for the midwifery licensure and regulatory program
14 to supplement revenue from fees. The department shall charge no more
15 than five hundred twenty-five dollars annually for new or renewed
16 licenses for the midwifery program.

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

21 (9) \$654,000 of the health professions account--state appropriation
22 is provided solely for the implementation of Engrossed Senate Bill No.
23 5206 (health sciences library). If the bill is not enacted by June 30,
24 2013, the amount provided in this subsection shall lapse.

25 (10) \$35,000 of the health professions account--state appropriation
26 is provided solely for the implementation of House Bill No. 1003
27 (health professions licensees). If the bill is not enacted by June 30,
28 2013, the amount provided in this subsection shall lapse.

29 (11) \$10,000 of the health professions account--state appropriation
30 is provided solely for the implementation of Substitute House Bill No.
31 1270 (board of denturists). If the bill is not enacted by June 30,
32 2013, the amount provided in this subsection shall lapse.

33 (12) \$10,000 of the health professions account--state appropriation
34 is provided solely for the implementation of Substitute House Bill No.
35 1271 (denturism). If the bill is not enacted by June 30, 2013, the
36 amount provided in this subsection shall lapse.

37 (13) \$11,000 of the health professions account--state appropriation

1 is provided solely for the implementation of House Bill No. 1330
2 (dental hygienists, assistants). If the bill is not enacted by June
3 30, 2013, the amount provided in this subsection shall lapse.

4 ~~((14))~~ ~~(\$1,008,000 of the health professions account--state~~
5 ~~appropriation is provided solely for the implementation of Substitute~~
6 ~~House Bill No. 1343 (nurses surcharge). If the bill is not enacted by~~
7 ~~June 30, 2013, the amount provided in this subsection shall lapse.~~

8 ~~((15))~~ \$34,000 of the health professions account--state
9 appropriation is provided solely for the implementation of Substitute
10 House Bill No. 1376 (suicide assessment training). If the bill is not
11 enacted by June 30, 2013, the amount provided in this subsection shall
12 lapse.

13 ~~((16))~~ (15) \$10,000 of the health professions account--state
14 appropriation is provided solely for the implementation of Engrossed
15 Substitute House Bill No. 1515 (medical assistants). If the bill is
16 not enacted by June 30, 2013, the amount provided in this subsection
17 shall lapse.

18 ~~((17))~~ (16) \$2,185,000 of the health professions account--state
19 appropriation is provided solely for the implementation of Second
20 Substitute House Bill No. 1518 (disciplinary authorities). If the bill
21 is not enacted by June 30, 2013, the amount provided in this subsection
22 shall lapse.

23 ~~((18))~~ (17) \$141,000 of the general fund--private/local
24 appropriation is provided solely for the implementation of Substitute
25 House Bill No. 1525 (birth certificates). If the bill is not enacted
26 by June 30, 2013, the amount provided in this subsection shall lapse.

27 ~~((19))~~ (18) \$220,000 of the health professions account--state
28 appropriation is provided solely for the implementation of House Bill
29 No. 1534 (impaired dentist program). If the bill is not enacted by
30 June 30, 2013, the amount provided in this subsection shall lapse.

31 ~~((20))~~ (19) \$51,000 of the health professions account--state
32 appropriation is provided solely for the implementation of House Bill
33 No. 1609 (board of pharmacy). If the bill is not enacted by June 30,
34 2013, the amount provided in this subsection shall lapse.

35 ~~((21))~~ (20) \$12,000 of the health professions account--state
36 appropriation is provided solely for the implementation of Substitute
37 House Bill No. 1629 (home care aide continuing education). If the bill

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

3 ~~((+22))~~ (21) \$18,000 of the health professions account--state
4 appropriation is provided solely for the implementation of Substitute
5 House Bill No. 1737 (physician assistants). If the bill is not enacted
6 by June 30, 2013, the amount provided in this subsection shall lapse.

7 ~~((+23))~~ (22) \$77,000 of the general fund--state appropriation for
8 fiscal year 2014 and \$38,000 of the general fund--state appropriation
9 for fiscal year 2015 are provided solely to develop a report on state
10 efforts to prevent and control diabetes. The department, the health
11 care authority, and the department of social and health services shall
12 submit a coordinated report to the governor and the appropriate
13 committees of the legislature by December 31, 2014, on the following:

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

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

36 (c) A description of the level of coordination existing between the
37 agencies on activities, programmatic activities, and messaging on

1 managing, treating, or preventing all types of diabetes and its
2 complications;

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

13 (e) An estimate of savings, efficiencies, costs, and budgetary
14 savings and resources required to implement the plans and budget
15 recommendations identified in (d) of this subsection (23).

16 ~~((+24))~~ (23) Within the general fund--state amounts appropriated
17 in this section, the department of health will develop and administer
18 the certified home care aide examination translated into at least seven
19 languages in addition to the languages in which the examination is
20 available on the effective date of this act. The purpose of offering
21 the examination in additional languages is to encourage an adequate
22 supply of certified home care aides to meet diverse long-term care
23 client needs.

24 (24) \$350,000 of the general fund--state appropriation for fiscal
25 year 2015 is provided solely to implement Second Substitute House Bill
26 No. 2643 (healthiest next generation). If the bill is not enacted by
27 June 30, 2014, the amount provided in this subsection shall lapse.

28 (25) \$2,950,000 of the general fund--state appropriation for fiscal
29 year 2015 and \$78,000 of the health professions account--state
30 appropriation are provided solely to implement Engrossed Second
31 Substitute House Bill No. 2149 (medical marijuana). If the bill is not
32 enacted by June 30, 2014, the amounts provided in this subsection shall
33 lapse.

34 (26) \$68,000 of the health professions account--state appropriation
35 is provided solely to implement Engrossed Substitute House Bill No.
36 2160 (physical therapists). If the bill is not enacted by June 30,
37 2014, the amount provided in this subsection shall lapse.

1 (27) \$251,000 of the health professions account--state
2 appropriation is provided solely to implement Engrossed Substitute
3 House Bill No. 2315 (suicide prevention). If the bill is not enacted
4 by June 30, 2014, the amount provided in this subsection shall lapse.

5 **Sec. 220.** 2013 2nd sp.s. c 4 s 220 (uncodified) is amended to read
6 as follows:

7 **FOR THE DEPARTMENT OF CORRECTIONS**

8 The appropriations to the department of corrections in this act
9 must be expended for the programs and in the amounts specified in this
10 section. However, after May 1, 2014, after approval by the director of
11 financial management and unless specifically prohibited by this act,
12 the department may transfer general fund--state appropriations for
13 fiscal year 2014 between programs. The department may not transfer
14 funds, and the director of financial management may not approve the
15 transfer, unless the transfer is consistent with the objective of
16 conserving, to the maximum extent possible, the expenditure of state
17 funds. The director of financial management shall notify the
18 appropriate fiscal committees of the senate and house of
19 representatives in writing seven days prior to approving any deviations
20 from appropriation levels. The written notification must include a
21 narrative explanation and justification of the changes, along with
22 expenditures and allotments by budget unit and appropriation, both
23 before and after any allotment modifications or transfers.

24 (1) ADMINISTRATION AND SUPPORT SERVICES

25	General Fund--State Appropriation (FY 2014)	((\$56,437,000))
26		<u>\$56,357,000</u>
27	General Fund--State Appropriation (FY 2015)	((\$54,779,000))
28		<u>\$55,197,000</u>
29	Data Processing Revolving Account--State	
30	Appropriation	\$1,249,000
31	TOTAL APPROPRIATION	((\$112,465,000))
32		<u>\$112,803,000</u>

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

35 (a) \$35,000 of the general fund--state appropriation for fiscal
36 year 2014 and \$35,000 of the general fund--state appropriation for
37 fiscal year 2015 are provided solely for the support of a statewide

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

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

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

22 (ii) By (~~October 1, 2013~~) March 1, 2014, the consultant shall
23 report to the department, the office of financial management, and
24 legislative fiscal committees on the department's current plans and
25 processes for managing offender programming including processes for
26 phasing-out ineffective programs and implementing evidence-based or
27 research-based programs. All department programs should be considered
28 by the consultant regardless of whether they are included on the most
29 recent list of WSIPP approved identifiable evidence-based practices in
30 (b)(i) of this subsection.

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

36 (iv) Based on the report provided by the consultant and the WSIPP
37 review of programs, the department shall work collaboratively with the
38 consultant to develop and complete a written comprehensive

1 implementation plan by (~~January 15, 2014~~) June 30, 2014. The
2 implementation plan must clearly identify the types of programs to be
3 included, the recommended locations where the programs will be sited,
4 an implementation timeline, and a phasing of the projected number of
5 participants needed to meet the threshold of available program funds.

6 (v) Using the written implementation plan as a guide, the
7 department must have programs in place and fully phased-in no later
8 than (~~June 30, 2015~~) January 1, 2016.

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

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

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

20 (2) CORRECTIONAL OPERATIONS

21	General Fund--State Appropriation (FY 2014)	((\$605,039,000))
22		<u>\$599,248,000</u>
23	General Fund--State Appropriation (FY 2015)	((\$604,704,000))
24		<u>\$601,754,000</u>
25	General Fund--Federal Appropriation	((\$3,322,000))
26		<u>\$3,356,000</u>
27	Washington Auto Theft Prevention Authority Account--	
28	State Appropriation	\$7,585,000
29	Environmental Legacy Stewardship Account--State	
30	Appropriation	\$105,000
31	County Criminal Justice Assistance Account--State	
32	Appropriation	\$390,000
33	TOTAL APPROPRIATION	((\$1,221,145,000))
34		<u>\$1,212,438,000</u>

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

37 (a) During the 2013-2015 fiscal biennium, when contracts are
38 established or renewed for offender pay phone and other telephone

1 services provided to inmates, the department shall select the
2 contractor or contractors primarily based on the following factors:
3 (i) The lowest rate charged to both the inmate and the person paying
4 for the telephone call; and (ii) the lowest commission rates paid to
5 the department, while providing reasonable compensation to cover the
6 costs of the department to provide the telephone services to inmates
7 and provide sufficient revenues for the activities funded from the
8 institutional welfare betterment account.

9 (b) \$501,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$501,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely for the department to maintain the
12 facility, property, and assets at the institution formerly known as the
13 maple lane school in Rochester. The department may not house
14 incarcerated offenders at the maple lane site until specifically
15 directed to do so by the legislature.

16 (c) By (~~December 1, 2013~~) March 31, 2014, the department of
17 corrections shall provide a report to the office of financial
18 management and the appropriate fiscal and policy committees of the
19 legislature that evaluates the department's inmate intake processes and
20 expenditures and makes recommendations for improvements. The
21 evaluation must include an analysis of lean management processes that,
22 if adopted, could improve the efficiency and cost effectiveness of
23 inmate intake.

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

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

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

36 (iii) Options for expanding eligibility for partial confinement,
37 including creation of a structured re-entry program that includes

1 stable housing, mandatory participation in evidence-based programs, and
2 intensive supervision; and

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

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

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

28 (g)(i) The legislature finds that it has taken several steps to
29 mitigate the demand for prison capacity including funding evidence-
30 based programming for offenders which is proven to reduce recidivism,
31 funding evidence-based treatment alternatives to incarceration for
32 drug-addicted offenders, standardizing inconsistencies in the drug
33 sentencing grid, and authorizing the department to rent local jail
34 beds. These steps will also assist the department's implementation of
35 additional operational efficiencies by reducing costs related to
36 offender intake, processing, and transportation.

37 (ii) Up to \$1,119,000 of the general fund--state appropriation for
38 fiscal year 2014 and up to \$1,322,000 of the general fund--state

1 appropriation for fiscal year 2015 may be used by the department to
2 rent jail capacity for short-term offenders. In contracting for jail
3 beds for short-term offenders, the department shall rent capacity from
4 local and tribal governments to house offenders with an earned release
5 date of less than one hundred twenty days remaining on his or her
6 sentence at the time the offender would otherwise be transferred to a
7 state correctional facility. The contracted daily costs for these
8 offenders shall not exceed \$70 per offender including medical costs.

9 (h) The department of corrections shall issue a competitive
10 solicitation by August 1, 2013, to contract with local jurisdictions
11 for the use of inmate bed capacity in lieu of prison beds operated by
12 the state. The department may contract for up to 300 beds statewide to
13 the extent that it is at no net cost to the department. The department
14 shall calculate and report the average cost per offender per day,
15 inclusive of all services, on an annual basis for a facility that is
16 representative of average medium or lower offender costs. The duration
17 of the contracts may be for up to four years. The department shall not
18 pay a rate greater than \$65 per day per offender for all costs
19 associated with the offender while in the local correctional facility
20 to include programming and health care costs, or the equivalent of \$65
21 per day per bed including programming and health care costs for full
22 units. The capacity provided at local correctional facilities must be
23 for offenders whom the department of corrections defines as medium or
24 lower security offenders. Programming provided for inmates held in
25 local jurisdictions is included in the rate, and details regarding the
26 type and amount of programming, and any conditions regarding
27 transferring offenders will be negotiated with the department as part
28 of any contract. Local jurisdictions must provide health care to
29 offenders that meet standards set by the department. The local jail
30 will provide all medical care including unexpected emergent care. The
31 department must utilize a screening process to ensure that offenders
32 with existing extraordinary medical/mental health needs are not
33 transferred to local jail facilities. If extraordinary medical
34 conditions develop for an inmate while at a jail facility the jail may
35 transfer the offender back to the department, subject to terms of the
36 negotiated agreement. Health care costs incurred prior to transfer
37 will be the responsibility of the jail. The department will report to

1 legislative fiscal committees and the office of financial management by
2 November 1, 2013, to provide a status update on implementation.

3 (i) The department shall convene a work group to develop health
4 care cost containment strategies at local jail facilities. The work
5 group shall identify cost containment strategies in place at the
6 department and at local jail facilities, identify the costs and
7 benefits of implementing strategies in jail health-care facilities, and
8 make recommendations on implementing beneficial strategies. The work
9 group shall submit a report on its findings and recommendations to the
10 fiscal committees of the legislature by October 1, 2013. The work
11 group shall include jail administrators, representatives from health
12 care facilities at the local jail level and the state prisons level,
13 and other representatives as deemed necessary.

14 (j) \$1,026,000 of the general fund--state appropriation for fiscal
15 year 2014 and \$781,000 of the general fund--state appropriation for
16 fiscal year 2015 are provided solely to expand the piloted
17 risk-needs-responsivity model to include the use of cognitive
18 behavioral therapy with evidence-based programming at two minimum
19 security prison facilities and at the Monroe correctional complex.

20 (k) \$23,653,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$24,919,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely for offender programming.
23 Pursuant to section 220(1) of this act, the department shall develop
24 and implement a written comprehensive plan for offender programming
25 that prioritizes programs which follow the risk-needs-responsivity
26 model, are evidence-based, and have measurable outcomes. The
27 department is authorized to discontinue ineffective programs and to
28 repurpose underspent funds according to the priorities in the written
29 plan.

30 (l) \$36,000 of the general fund--state appropriation for fiscal
31 year 2014 and \$36,000 of the general fund--state appropriation for
32 fiscal year 2015 are provided solely for implementation of Engrossed
33 Senate Bill No. 5484 (assault in the third-degree). If the bill is not
34 enacted by June 30, 2013, the amounts provided in this subsection shall
35 lapse.

36 (m) \$48,000 of the general fund--state appropriation for fiscal
37 year 2014 and \$48,000 of the general fund--state appropriation for
38 fiscal year 2015 are provided solely for implementation of Engrossed

1 Substitute House Bill No. 1383 (stalking protection orders). If the
2 bill is not enacted by June 30, 2013, the amounts provided in this
3 subsection shall lapse.

4 (n) \$36,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$36,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for implementation of Senate Bill
7 No. 5149 (crimes against pharmacies). If the bill is not enacted by
8 June 30, 2013, the amounts provided in this subsection shall lapse.

9 (o) \$24,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$24,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely for implementation of Engrossed
12 Substitute Senate Bill No. 5669 (trafficking). If the bill is not
13 enacted by June 30, 2013, the amounts provided in this subsection shall
14 lapse.

15 (p) \$24,000 of the general fund--state appropriation for fiscal
16 year 2014 and \$24,000 of the general fund--state appropriation for
17 fiscal year 2015 are provided solely for implementation of Engrossed
18 Senate Bill No. 5053 (vehicle prowling). If the bill is not enacted by
19 June 30, 2013, the amounts provided in this subsection shall lapse.

20 (q) \$96,000 of the county criminal justice assistance--state
21 appropriation is provided solely for implementation of Engrossed Senate
22 Bill No. 5105 (rental vouchers for offenders). If the bill is not
23 enacted by June 30, 2013, the amount provided in this subsection shall
24 lapse.

25 (r) \$239,000 of the general fund--state appropriation for fiscal
26 year 2014, and \$1,431,000 of the general fund--state appropriation for
27 fiscal year 2015 are provided solely for the department to contract
28 with Yakima county for the use of inmate bed capacity in lieu of prison
29 beds operated by the state. The contract must conform to the
30 provisions of subsection (h) of this section.

31 (3) COMMUNITY SUPERVISION

32	General Fund--State Appropriation (FY 2014)	((\$130,568,000))
33		<u>\$149,938,000</u>
34	General Fund--State Appropriation (FY 2015)	((\$131,973,000))
35		<u>\$153,322,000</u>
36	<u>General Fund--Federal Appropriation</u>	<u>\$750,000</u>
37	County Criminal Justice Assistance Account--State	\$2,249,000
38	Ignition Interlock Device Revolving Account--State	\$2,200,000

1 TOTAL APPROPRIATION ((~~\$266,990,000~~))
2 \$308,459,000

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

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

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

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

33 (d) \$107,000 of the county criminal justice--state appropriation is
34 provided solely for implementation of Engrossed Senate Bill No. 5105
35 (rental vouchers for offenders). If the bill is not enacted by June
36 30, 2013, the amount provided in this subsection shall lapse.

37 (e) \$250,000 of the general fund--state appropriation for fiscal

1 year 2015 and \$750,000 of the general fund--federal appropriation are
2 provided solely for the second chance reentry grant demonstration
3 project.

4 (4) CORRECTIONAL INDUSTRIES

5 General Fund--State Appropriation (FY 2014)	(\$6,780,000)
6	<u>\$6,830,000</u>
7 General Fund--State Appropriation (FY 2015)	\$7,182,000
8 TOTAL APPROPRIATION	(\$13,962,000)
9	<u>\$14,012,000</u>

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

12 (a) \$3,293,000 of the general fund--state appropriation for fiscal
13 year 2014 and \$3,707,000 of the general fund--state appropriation for
14 fiscal year 2015 are provided solely for the stewardship of McNeil
15 island. The department shall assume responsibility of all island
16 maintenance excluding site specific maintenance operations for the
17 special commitment center and the Pierce county secure transitional
18 facility. The department shall as part of its industries program
19 provide job skills to offenders while providing the minimum maintenance
20 and preservation necessary for the state to remain in compliance with
21 the federal deed for McNeil island. The department shall report on
22 efficiencies and potential cost reductions to the office of financial
23 management and legislative fiscal committees by December 15, 2013.

24 (b)(i) The department of social and health services shall transfer
25 the stewardship of McNeil Island to the department of corrections
26 industries program, effective September 1, 2013. The transferred
27 responsibilities shall include marine operations, waste water
28 treatment, water treatment, road maintenance, and any other general
29 island maintenance that is not site specific to the operations of the
30 special commitment center or the Pierce county secure community
31 transition facility. Facility maintenance within the perimeter of the
32 special commitment center shall remain the responsibility of the
33 department of social and health services. Capital repairs and
34 maintenance necessary to maintain the special commitment center on
35 McNeil Island shall be managed by the department of social and health
36 services. The legislature directs both departments to enter into an
37 interagency agreement by August 1, 2013. The office of financial
38 management shall oversee the negotiations of the interagency agreement.

1 The interagency agreement must describe equipment that will transfer
2 between the departments, warehouse space that will be shared by the
3 departments, and occupancy requirements for any shops outside the
4 perimeter of the special commitment center. The office of financial
5 management will make the final determination on any disagreements
6 between the departments on the details of the interagency agreement.

7 (ii) All employees of the department of social and health services
8 engaged in performing the powers, functions, and duties transferred to
9 the department of corrections industries program under this subsection,
10 are transferred to the department of corrections.

11 (iii) All classified employees of department of social and health
12 services assigned to the department of corrections under this
13 subsection whose positions are within an existing bargaining unit
14 description at the department of corrections shall become a part of the
15 existing bargaining unit at the department of corrections and shall be
16 considered an appropriate inclusion or modification of the existing
17 bargaining unit under the provisions of chapter 41.80 RCW.

18 (5) INTERAGENCY PAYMENTS

19	General Fund--State Appropriation (FY 2014)	((\$35,345,000))
20		<u>\$41,726,000</u>
21	General Fund--State Appropriation (FY 2015)	((\$32,115,000))
22		<u>\$38,111,000</u>
23	TOTAL APPROPRIATION	((\$67,460,000))
24		<u>\$79,837,000</u>

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

30 **Sec. 221.** 2013 2nd sp.s. c 4 s 221 (uncodified) is amended to read
31 as follows:

32 **FOR THE DEPARTMENT OF SERVICES FOR THE BLIND**

33	General Fund--State Appropriation (FY 2014)	((\$2,242,000))
34		<u>\$2,227,000</u>
35	General Fund--State Appropriation (FY 2015)	((\$2,197,000))
36		<u>\$2,217,000</u>
37	General Fund--Federal Appropriation	((\$21,060,000))

1 \$21,078,000
 2 General Fund--Private/Local Appropriation \$60,000
 3 TOTAL APPROPRIATION (~~(\$25,559,000)~~)
 4 \$25,582,000

5 **Sec. 222.** 2013 2nd sp.s. c 4 s 222 (uncodified) is amended to read
 6 as follows:

7 **FOR THE EMPLOYMENT SECURITY DEPARTMENT**

8 General Fund--Federal Appropriation (~~(\$269,977,000)~~)
 9 \$269,835,000
 10 General Fund--Private/Local Appropriation (~~(\$34,206,000)~~)
 11 \$34,177,000
 12 Unemployment Compensation Administration Account--
 13 Federal Appropriation (~~(\$320,006,000)~~)
 14 \$328,663,000
 15 Administrative Contingency Account--State
 16 Appropriation (~~(\$22,728,000)~~)
 17 \$22,484,000
 18 Employment Service Administrative Account--State
 19 Appropriation (~~(\$35,567,000)~~)
 20 \$36,548,000
 21 TOTAL APPROPRIATION (~~(\$682,484,000)~~)
 22 \$691,707,000

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

25 (1) \$5,000,000 of the unemployment compensation administration
 26 account--federal appropriation is from amounts made available to the
 27 state by section 903(g) of the social security act (Reed act). This
 28 amount is provided solely for continuing current unemployment insurance
 29 functions and department services to employers and job seekers.

30 (2) (~~(\$12,386,000)~~) \$23,585,000 of the unemployment compensation
 31 administration account--federal appropriation is from amounts made
 32 available to the state by section 903(g) of the social security act
 33 (Reed act). This amount is provided solely for the replacement of the
 34 unemployment insurance tax information system for the employment
 35 security department. The amounts provided in this subsection are
 36 conditioned on the department satisfying the requirements of the

1 project management oversight standards and policies established by the
2 office of the chief information officer.

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

9 (4) \$182,000 of the employment services administrative account--
10 state appropriation is provided for costs associated with the second
11 stage of the review and evaluation of the training benefits program as
12 directed in section 15(2), chapter 4, Laws of 2011 (unemployment
13 insurance program). This second stage shall be developed and conducted
14 by the joint legislative audit and review committee and shall consist
15 of further work on the process study and net-impact/cost-benefit
16 analysis components of the evaluation.

17 (5) \$240,000 of the administrative contingency account--state
18 appropriation is provided solely for the employment security department
19 to contract with a center for workers in King county. The amount
20 appropriated in this subsection shall be used by the contracted center
21 for workers to support initiatives that generate high-skill, high-wage
22 jobs; improve workforce and training systems; improve service delivery
23 for dislocated workers; and build alliances with community and
24 environmental organizations.

25 (6) The department is prohibited from expending amounts
26 appropriated in this section for implementation of chapter 49.86 RCW.

27 (7) The employment security department shall collaborate with the
28 workforce training and education coordinating board, the state board
29 for community and technical colleges, the economic service
30 administration, and the local workforce development councils to
31 coordinate a comprehensive report on short-term and long-term workforce
32 programs outcomes and funding. The employment security department
33 shall compile a single report and submit it to the governor and
34 appropriate committees of the legislature by December 1, 2014.
35 Specifically:

36 (a) The state board for community and technical colleges, in
37 coordination with the economic services administration, shall report on
38 short-term and long-term training outcomes for WorkFirst funded

1 programs by activity (basic education, vocational education iBest, life
2 skills, and any other related activities that are provided for
3 WorkFirst students), including but not limited to:

4 (i) The number and percent of individuals that complete educational
5 activities;

6 (ii) The number and percent of individuals employed within one
7 quarter after program completion and their average wage;

8 (iii) The number and percent of individuals employed within three
9 quarters after program completion and their average wage;

10 (iv) The number of students enrolled in short-term certificate
11 programs by certificate type;

12 (v) The number and percent of students who earn short-term
13 certificates by certificate type;

14 (vi) The number of students who accumulate at least forty-five
15 credits and an industry recognized credential; and

16 (vii) The amount of WorkFirst funds spent.

17 The report shall also include recommendations for improving student
18 retention and completion rates and any other system improvement
19 recommendations.

20 (b) The employment security department shall work with the
21 workforce training and education coordinating board, the state board
22 for community and technical colleges, and the local workforce
23 development councils to map the flow of federal workforce investment
24 act funds from initial receipt by the employment security department to
25 final expenditure. The report shall include:

26 (i) The total amount spent on direct training provided by the
27 community and technical colleges from workforce investment act funds;

28 (ii) The total amount spent by the employment security department
29 on direct service provision;

30 (iii) The number of students who enroll in short-term certificate
31 programs;

32 (iv) The number and percent of students who earn short-term
33 certificates; and

34 (v) The number and percent of students who accumulate at least
35 forty-five credits and an industry recognized credential.

(End of part)

PART III
NATURAL RESOURCES

Sec. 301. 2013 2nd sp.s. c 4 s 301 (uncodified) is amended to read as follows:

FOR THE COLUMBIA RIVER GORGE COMMISSION

General Fund--State Appropriation (FY 2014)	.. . . . ((\$445,000))
	<u>\$442,000</u>
General Fund--State Appropriation (FY 2015)	.. . . . ((\$446,000))
	<u>\$458,000</u>
General Fund--Federal Appropriation	.. . . . \$31,000
General Fund--Private/Local Appropriation	.. . . . ((\$874,000))
	<u>\$883,000</u>
TOTAL APPROPRIATION	.. . . . ((\$1,796,000))
	<u>\$1,814,000</u>

Sec. 302. 2013 2nd sp.s. c 4 s 302 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF ECOLOGY

General Fund--State Appropriation (FY 2014)	.. . . . ((\$25,929,000))
	<u>\$25,983,000</u>
General Fund--State Appropriation (FY 2015)	.. . . . ((\$25,506,000))
	<u>\$25,524,000</u>
General Fund--Federal Appropriation	.. . . . ((\$105,230,000))
	<u>\$103,230,000</u>
General Fund--Private/Local Appropriation	.. . . . \$16,912,000
Reclamation Account--State Appropriation	.. . . . ((\$3,735,000))
	<u>\$3,998,000</u>
Flood Control Assistance Account--State Appropriation	.. . \$1,985,000
State Emergency Water Projects Revolving	
Account--State Appropriation	.. . . . \$40,000
Waste Reduction/Recycling/Litter Control--State	
Appropriation	.. . . . ((\$9,722,000))
	<u>\$9,726,000</u>
State Drought Preparedness Account--State Appropriation	.. . \$204,000
State and Local Improvements Revolving Account	
(Water Supply Facilities)--State Appropriation	.. . . . \$426,000

1 Environmental Legacy Stewardship Account--State
2 Appropriation (~~(\$43,748,000)~~)
3 \$44,384,000
4 Aquatic Algae Control Account--State Appropriation \$513,000
5 Water Rights Tracking System Account--State
6 Appropriation \$46,000
7 Site Closure Account--State Appropriation \$556,000
8 Wood Stove Education and Enforcement Account--State
9 Appropriation \$612,000
10 Worker and Community Right-to-Know Account--State
11 Appropriation \$1,701,000
12 Water Rights Processing Account--State Appropriation \$135,000
13 State Toxics Control Account--State Appropriation . . (~~(\$124,238,000)~~)
14 \$124,377,000
15 State Toxics Control Account--Private/Local
16 Appropriation \$979,000
17 Local Toxics Control Account--State Appropriation . . . (~~(\$3,774,000)~~)
18 \$3,779,000
19 Water Quality Permit Account--State Appropriation . . . (~~(\$40,982,000)~~)
20 \$41,845,000
21 Underground Storage Tank Account--State
22 Appropriation (~~(\$3,347,000)~~)
23 \$3,351,000
24 Biosolids Permit Account--State Appropriation (~~(\$1,848,000)~~)
25 \$2,147,000
26 Hazardous Waste Assistance Account--State
27 Appropriation (~~(\$6,037,000)~~)
28 \$6,040,000
29 Air Pollution Control Account--State Appropriation . . . (~~(\$3,128,000)~~)
30 \$3,133,000
31 Oil Spill Prevention Account--State Appropriation . . . (~~(\$5,684,000)~~)
32 \$6,496,000
33 Air Operating Permit Account--State Appropriation . . . (~~(\$3,132,000)~~)
34 \$3,149,000
35 Freshwater Aquatic Weeds Account--State Appropriation . . . \$1,409,000
36 Oil Spill Response Account--State Appropriation \$7,076,000
37 Water Pollution Control Revolving Account--State
38 Appropriation \$356,000

1	Water Pollution Control Revolving Account--Federal	
2	Appropriation	\$1,505,000
3	Water Pollution Control Revolving Administration	
4	Account--State Appropriation	\$1,021,000
5	Radioactive Mixed Waste Account--State	
6	Appropriation	((\$13,800,000))
7		<u>\$14,336,000</u>
8	TOTAL APPROPRIATION	((\$455,316,000))
9		<u>\$456,974,000</u>

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

12 (1) \$170,000 of the oil spill prevention account--state
13 appropriation is provided solely for a contract with the University of
14 Washington's sea grant program to continue an educational program
15 targeted to small spills from commercial fishing vessels, ferries,
16 cruise ships, ports, and marinas.

17 (2) Pursuant to RCW 43.135.055, the department is authorized to
18 increase the following fees as necessary to meet the actual costs of
19 conducting business and the appropriation levels in this section:
20 Wastewater discharge permit, not more than 4.55 percent in fiscal year
21 2014 and 4.63 percent in fiscal year 2015; mixed waste management
22 service charge authorized in RCW 70.105.280, not more than 1.82 percent
23 in fiscal year 2014 and 0.62 percent in fiscal year 2015; and
24 reasonably available control technology fee.

25 (3) \$1,981,000 of the state toxics control account--state
26 appropriation is for the department to provide training regarding the
27 benefits of low-impact development including, but not limited to, when
28 the use of low-impact development is appropriate and feasible, and the
29 design, installation, maintenance, and best practices of low-impact
30 development. The department will consult with Washington State
31 University extension low-impact development technical center and others
32 in the development of the low-impact technical training. As
33 appropriate, the department may contract with the Washington State
34 University extension low-impact development technical center, private
35 sector vendors, associations, and others to deliver the technical
36 training. The training must be provided free of cost to phase I and
37 phase II permittees and the private development community including
38 builders, engineers, and other industry professionals. The training

1 must be sequenced geographically and provided in time for local
2 jurisdictions to comply with RCW 90.48.260 and 36.70A.130(5). By
3 August 1, 2013, the department of ecology shall provide the governor
4 and appropriate legislative committees a plan for how low-impact
5 development training funds will be spent during fiscal years 2014
6 through 2017.

7 (4) \$440,000 of the state toxics control account--state
8 appropriation is provided solely for administering the water pollution
9 control facilities financial assistance program authorized in chapter
10 90.50A RCW.

11 (5) \$350,000 of the state toxics control account--state
12 appropriation is provided solely for the Spokane river regional toxics
13 task force to support their efforts to address elevated levels of
14 polychlorinated biphenyls in the Spokane river. Funding will be used
15 to determine the extent of the cleanup required, implement cleanup
16 actions to meet applicable water quality standards, and prevent
17 recontamination.

18 (6) \$516,000 of the state toxics control account--state
19 appropriation is provided solely for the department to support an
20 ultrafine particulate study to determine how, if at all, the biomass
21 cogeneration facilities in Port Townsend and Port Angeles may impact
22 air quality and the health of citizens in the region.

23 (7) \$65,000 of the water quality permit account--state
24 appropriation is provided solely for the implementation of Engrossed
25 Substitute House Bill No. 1245 (derelict and abandoned vessels). If
26 the bill is not enacted by June 30, 2013, the amount provided in this
27 subsection shall lapse.

28 ~~((+9))~~ (8) The department shall collaborate with the middle snake
29 river watershed, WRIA 35 planning unit in implementing its watershed
30 plan.

31 ~~((+10))~~ (9)(a) \$14,000,000 of the general fund--state
32 appropriation for fiscal year 2014 and \$14,000,000 of the general
33 fund--state appropriation for fiscal year 2015 are for activities
34 within the water resources program.

35 (b) Of the amounts provided in (a) of this subsection, \$500,000 of
36 the general fund--state appropriation for fiscal year 2015 is provided
37 solely for processing water right permit applications only if the
38 department of ecology issues at least five hundred water right

1 decisions in fiscal year 2014, and if the department of ecology does
2 not issue at least five hundred water right decisions in fiscal year
3 2014 the amount provided in this subsection shall lapse and remain
4 unexpended. The department of ecology shall submit a report to the
5 office of financial management and the state treasurer by June 30,
6 2014, that documents whether five hundred water right decisions were
7 issued in fiscal year 2014. For the purposes of this subsection,
8 applications that are voluntarily withdrawn by an applicant do not
9 count towards the five hundred water right decision requirement. For
10 the purposes of water budget-neutral requests under chapter 173-539A
11 WAC, multiple domestic connections authorized within a single water
12 budget-neutral decision are considered one decision for the purposes of
13 this subsection.

14 ~~((11))~~ (10) The department of ecology, in consultation with the
15 office of financial management, shall prepare a facilities plan to
16 reduce the agency's facilities obligation and the agency's cost per FTE
17 for its facilities by 2017 to align with comparable state agencies.
18 The plan must be submitted to the office of financial management and
19 the appropriate legislative fiscal committees by November 1, 2013. The
20 plan must include: (a) An inventory of all currently owned and leased
21 buildings, consistent with the data provided through the state's
22 facilities inventory process prescribed by the office of financial
23 management annually by September 1st; (b) a list of facilities
24 solutions that will reduce costs with an emphasis on consolidation,
25 collocation, and alternative space solutions such as shared workspace
26 and mobile work; and (c) a department-wide coordinated process and plan
27 for regularly evaluating facility needs.

28 (11) \$157,000 of the oil spill prevention account--state
29 appropriation is provided solely for implementation of Engrossed Second
30 Substitute House Bill No. 2347 (oil transportation safety). If the
31 bill is not enacted by June 30, 2014, the amount provided in this
32 subsection shall lapse.

33 **Sec. 303.** 2013 2nd sp.s. c 4 s 303 (uncodified) is amended to read
34 as follows:

35 **FOR THE STATE PARKS AND RECREATION COMMISSION**
36 General Fund--State Appropriation (FY 2014) ~~(\$4,254,000)~~
37 \$4,308,000

1	General Fund--State Appropriation (FY 2015)	(\$4,254,000)
2		<u>\$4,430,000</u>
3	General Fund--Federal Appropriation	\$6,014,000
4	Winter Recreation Program Account--State	
5	Appropriation	(\$2,065,000)
6		<u>\$2,465,000</u>
7	ORV and Nonhighway Vehicle Account--State Appropriation	\$215,000
8	Snowmobile Account--State Appropriation	\$4,859,000
9	Aquatic Lands Enhancement Account--State Appropriation	\$363,000
10	Parks Renewal and Stewardship Account--State	
11	Appropriation	(\$103,065,000)
12		<u>\$105,935,000</u>
13	Parks Renewal and Stewardship Account--Private/Local	
14	Appropriation	\$300,000
15	Waste Reduction/Recycling/Litter Control Account--State	
16	Appropriation	\$1,700,000
17	TOTAL APPROPRIATION	(\$127,089,000)
18		<u>\$130,589,000</u>

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

21 (1) \$79,000 of the general fund--state appropriation for fiscal
22 year 2014 and \$79,000 of the general fund--state appropriation for
23 fiscal year 2015 are provided solely for a grant for the operation of
24 the Northwest weather and avalanche center.

25 (2) Prior to closing any state park, the commission must notify all
26 affected local governments and relevant nonprofit organizations of the
27 intended closure and provide an opportunity for the notified local
28 governments and nonprofit organizations to elect to acquire, or enter
29 into, a maintenance and operating contract with the commission that
30 would allow the park to remain open.

31 (3) The commission shall prepare a report on its efforts to
32 increase revenue from all sources, including the discover pass. The
33 report shall also include a status update on the fiscal health of the
34 state parks system, and shall be submitted to the office of financial
35 management and the appropriate committees of the legislature by October
36 28, 2013.

37 (4) \$54,000 of the general fund--state appropriation for fiscal
38 year 2014 and \$51,000 of the general fund--state appropriation for

1 fiscal year 2015 are provided solely for implementation of Substitute
2 House Bill No. 2331 (public works payroll records). If the bill is not
3 enacted by June 30, 2014, the amounts provided in this subsection shall
4 lapse.

5 (5) \$25,000 of the general fund--state appropriation for fiscal
6 year 2015 is provided solely for implementation of Engrossed Second
7 Substitute House Bill No. 2192 (state agency permitting). If the bill
8 is not enacted by June 30, 2014, the amount provided in this subsection
9 shall lapse.

10 **Sec. 304.** 2013 2nd sp.s. c 4 s 304 (uncodified) is amended to read
11 as follows:

12 **FOR THE RECREATION AND CONSERVATION FUNDING BOARD**

13	General Fund--State Appropriation (FY 2014)	(((\$823,000))
14		<u>\$836,000</u>
15	General Fund--State Appropriation (FY 2015)	(((\$815,000))
16		<u>\$862,000</u>
17	General Fund--Federal Appropriation	\$3,425,000
18	General Fund--Private/Local Appropriation	\$24,000
19	Aquatic Lands Enhancement Account--State Appropriation	\$480,000
20	Firearms Range Account--State Appropriation	\$37,000
21	Recreation Resources Account--State Appropriation	(((\$3,086,000))
22		<u>\$3,165,000</u>
23	NOVA Program Account--State Appropriation	\$964,000
24	TOTAL APPROPRIATION	(((\$9,654,000))
25		<u>\$9,793,000</u>

26 **Sec. 305.** 2013 2nd sp.s. c 4 s 305 (uncodified) is amended to read
27 as follows:

28 **FOR THE ENVIRONMENTAL AND LAND USE HEARINGS OFFICE**

29	General Fund--State Appropriation (FY 2014)	(((\$2,227,000))
30		<u>\$2,210,000</u>
31	General Fund--State Appropriation (FY 2015)	(((\$2,147,000))
32		<u>\$2,192,000</u>
33	TOTAL APPROPRIATION	(((\$4,374,000))
34		<u>\$4,402,000</u>

1 **Sec. 306.** 2013 2nd sp.s. c 4 s 306 (uncodified) is amended to read
2 as follows:

3 **FOR THE CONSERVATION COMMISSION**

4	General Fund--State Appropriation (FY 2014)	.. . . . . ((\$6,841,000))
5		<u>\$6,819,000</u>
6	General Fund--State Appropriation (FY 2015)	.. . . . . ((\$6,738,000))
7		<u>\$6,760,000</u>
8	General Fund--Federal Appropriation	.. . . . . \$2,301,000
9	State Toxics Control Account--State Appropriation	.. . . . . \$1,000,000
10	TOTAL APPROPRIATION	.. . . . . \$16,880,000

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
14 conservation commission, in consultation with conservation districts,
15 must submit to the office of financial management and legislative
16 fiscal committees by December 10, 2013, a report outlining
17 opportunities to minimize districts' overhead costs, including
18 consolidation of conservation districts within counties in which there
19 is more than one district. The report must include details on the
20 anticipated future savings that could be expected from implementing
21 these efficiencies starting on July 1, 2014.

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

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

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

1 option aligning district elections with state and local general
2 elections. The commission must submit a report detailing the options
3 to the office of financial management and appropriate committees of the
4 legislature by December 10, 2013.

5 (5) \$975,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$975,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for state conservation commission
8 category one funding distribution to conservation districts in the
9 amount of \$25,000 in fiscal year 2014 and \$25,000 in fiscal year 2015
10 for each county. If a county contains only one conservation district,
11 the county may receive more funding at the discretion of the state
12 conservation commission.

13 (6) The state conservation commission may provide additional
14 funding to a conservation district if the conservation district
15 conducts elections at such times as and consistent with the general
16 election law, chapter 29A.04 RCW.

17 **Sec. 307.** 2013 2nd sp.s. c 4 s 307 (uncodified) is amended to read
18 as follows:

19 **FOR THE DEPARTMENT OF FISH AND WILDLIFE**

20	General Fund--State Appropriation (FY 2014)	((\$30,321,000))
21		<u>\$30,732,000</u>
22	General Fund--State Appropriation (FY 2015)	((\$28,999,000))
23		<u>\$30,291,000</u>
24	General Fund--Federal Appropriation	((\$107,585,000))
25		<u>\$107,914,000</u>
26	General Fund--Private/Local Appropriation	((\$58,784,000))
27		<u>\$58,680,000</u>
28	ORV and Nonhighway Vehicle Account--State Appropriation . . .	\$397,000
29	Aquatic Lands Enhancement Account--State	
30	Appropriation	((\$15,919,000))
31		<u>\$15,941,000</u>
32	Recreational Fisheries Enhancement--State	
33	Appropriation	((\$2,590,000))
34		<u>\$2,617,000</u>
35	Environmental Legacy Stewardship Account--State	
36	Appropriation	\$1,224,000
37	Warm Water Game Fish Account--State Appropriation . . .	((\$2,507,000))

1		<u>\$2,509,000</u>
2	Eastern Washington Pheasant Enhancement Account--State	
3	Appropriation	\$849,000
4	Aquatic Invasive Species Enforcement Account--State	
5	Appropriation	\$209,000
6	Aquatic Invasive Species Prevention Account--State	
7	Appropriation	\$737,000
8	State Wildlife Account--State Appropriation	((\$103,460,000))
9		<u>\$103,522,000</u>
10	Special Wildlife Account--State Appropriation	\$2,405,000
11	Special Wildlife Account--Federal Appropriation	\$500,000
12	Special Wildlife Account--Private/Local Appropriation	\$3,446,000
13	Wildlife Rehabilitation Account--State Appropriation	\$259,000
14	Hydraulic Project Approval Account--State	
15	Appropriation	((\$674,000))
16		<u>\$966,000</u>
17	Regional Fisheries Enhancement Salmonid Recovery	
18	Account--Federal Appropriation	\$5,001,000
19	Oil Spill Prevention Account--State Appropriation	((\$917,000))
20		<u>\$941,000</u>
21	Oyster Reserve Land Account--State Appropriation	\$773,000
22	TOTAL APPROPRIATION	((\$367,556,000))
23		<u>\$369,913,000</u>

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

26 (1) ((~~\$130,000~~)) \$675,000 of the general fund--state appropriation
27 for fiscal year 2014 and \$130,000 of the general fund--state
28 appropriation for fiscal year 2015 are provided solely to pay for
29 emergency fire suppression costs. These amounts may not be used to
30 fund agency indirect and administrative expenses.

31 (2) Prior to submitting its 2015-2017 biennial operating and
32 capital budget request related to state fish hatcheries to the office
33 of financial management, the department shall contract with the
34 hatchery scientific review group (HSRG) to review this request. This
35 review shall: (a) Determine if the proposed requests are consistent
36 with HSRG recommendations; (b) prioritize the components of the
37 requests based on their contributions to protecting wild salmonid
38 stocks and meeting the recommendations of the HSRG; and (c) evaluate

1 whether the proposed requests are being made in the most cost effective
2 manner. The department shall provide a copy of the HSRG review to the
3 office of financial management with their agency budget proposal.

4 (3) \$400,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$400,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for a state match to support the
7 Puget Sound nearshore partnership between the department and the U.S.
8 army corps of engineers.

9 (4) Within the amounts appropriated in this section, the department
10 shall identify additional opportunities for partnerships in order to
11 keep fish hatcheries operational. Such partnerships shall aim to
12 maintain fish production and salmon recovery with less reliance on
13 state operating funds.

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

17 (6) \$1,000,000 of the state wildlife account--state appropriation
18 is provided solely to the department for resources that serve to
19 promote and engage nonlethal deterrence methods relating to wolf and
20 livestock interaction with a priority given to funding cooperative
21 agreements with livestock producers, and of this amount, \$250,000 in
22 fiscal year 2014 is provided solely for compensation for injury or loss
23 of livestock caused by wolves as prescribed in chapter 77.36 RCW.

24 (7) \$100,000 of the state wildlife account--state appropriation is
25 provided solely for the transfer of trout from the Clarks creek
26 hatchery to the Lakewood hatchery.

27 (8) \$100,000 of the general fund--state appropriation for fiscal
28 year 2014 and \$100,000 of the general fund--state appropriation for
29 fiscal year 2015 are provided solely for the production of steelhead,
30 coho, and Chinook salmon at the Clarks creek hatchery.

31 (9) \$200,000 of the state wildlife account--state appropriation,
32 \$50,000 of the general fund--state appropriation for fiscal year 2014,
33 and \$50,000 of the general fund--state appropriation for fiscal year
34 2015 are provided solely for the department to increase production of
35 juvenile fall Chinook on the Cowlitz river. The funds provided may be
36 used to match or leverage funds from private or public sources for the
37 same purpose.

1 (10) \$596,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$596,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely for weed assessments and for
4 payments in lieu of real property taxes to counties that elect to
5 receive the payments for department owned game lands within the county.

6 (11) \$10,000 of the aquatic lands enhancement account--state
7 appropriation is provided solely for development of an aquatic invasive
8 species passport program to improve the efficiency and effectiveness of
9 watercraft inspections by expediting aquatic invasive species
10 watercraft inspections for watercraft at low risk of transmitting
11 invasive species and prioritizing the use of available resources for
12 the inspection of high risk vessels.

13 (12) Within the amounts appropriated in this section, the
14 department must deploy additional wildlife conflict specialists to
15 provide landowner assistance and address wildlife conflicts, with at
16 least one additional specialist primarily assigned to each of the
17 following areas: Administrative region six of the department; Okanogan
18 and Chelan counties in administrative region two of the department; and
19 Whatcom and Skagit counties in administrative region four of the
20 department.

21 (13) \$25,000 of the general fund--state appropriation for fiscal
22 year 2014 and \$25,000 of the general fund--state appropriation for
23 fiscal year 2015 are provided solely for implementation of House Bill
24 No. 1112 (science and public policy). If the bill is not enacted by
25 June 30, 2013, the amounts provided in this subsection shall lapse.

26 (14) Within the amounts appropriated in this section the department
27 shall work with the regional fisheries enhancement groups to identify
28 a revenue source or sources capable of providing long-term funding to
29 support the community-based salmon restoration work of regional
30 fisheries enhancement groups. The department shall work with the
31 regional fisheries enhancement group coalition to submit a report to
32 the office of financial management and the appropriate legislative
33 committees by December 1, 2013, with the outcomes and recommendations.

34 (15) \$24,000 of the oil spill prevention account--state
35 appropriation is provided solely for implementation of Engrossed Second
36 Substitute House Bill No. 2347 (oil transportation safety). If the
37 bill is not enacted by June 30, 2014, the amount provided in this
38 subsection shall lapse.

1 **Sec. 308.** 2013 2nd sp.s. c 4 s 308 (uncodified) is amended to read
2 as follows:

3 **FOR THE DEPARTMENT OF NATURAL RESOURCES**

4	General Fund--State Appropriation (FY 2014)	((\$42,515,000))
5		<u>\$51,674,000</u>
6	General Fund--State Appropriation (FY 2015)	((\$45,092,000))
7		<u>\$45,073,000</u>
8	General Fund--Federal Appropriation	\$26,963,000
9	General Fund--Private/Local Appropriation	\$2,372,000
10	Forest Development Account--State Appropriation	((\$49,054,000))
11		<u>\$50,687,000</u>
12	ORV and Nonhighway Vehicle Account--State Appropriation	\$4,494,000
13	Surveys and Maps Account--State Appropriation	((\$2,170,000))
14		<u>\$1,680,000</u>
15	Aquatic Lands Enhancement Account--State	
16	Appropriation	((\$3,634,000))
17		<u>\$3,628,000</u>
18	Snowmobile Account--State Appropriation	\$100,000
19	Environmental Legacy Stewardship Account--State	
20	Appropriation	\$3,948,000
21	Resources Management Cost Account--State	
22	Appropriation	((\$111,073,000))
23		<u>\$116,498,000</u>
24	Surface Mining Reclamation Account--State	
25	Appropriation	((\$3,972,000))
26		<u>\$3,969,000</u>
27	Disaster Response Account--State Appropriation	\$5,000,000
28	Forest and Fish Support Account--State Appropriation	\$11,759,000
29	Aquatic Land Dredged Material Disposal Site	
30	Account--State Appropriation	((\$843,000))
31		<u>\$463,000</u>
32	Natural Resources Conservation Areas Stewardship	
33	Account--State Appropriation	\$34,000
34	Marine Resources Stewardship Trust Account--State	
35	Appropriation	\$3,700,000
36	State Toxics Control Account--State Appropriation	\$80,000
37	Forest Practices Application Account--State	
38	Appropriation	\$1,697,000

1	Air Pollution Control Account--State Appropriation	\$785,000
2	NOVA Program Account--State Appropriation	\$950,000
3	Derelict Vessel Removal Account--State Appropriation	\$1,770,000
4	Agricultural College Trust Management Account--State	
5	Appropriation	\$2,712,000
6	TOTAL APPROPRIATION	((\$324,717,000))
7		<u>\$340,036,000</u>

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

10 (1) \$1,389,000 of the general fund--state appropriation for fiscal
11 year 2014 and \$1,323,000 of the general fund--state appropriation for
12 fiscal year 2015 are provided solely for deposit into the agricultural
13 college trust management account and are provided solely to manage
14 approximately 70,700 acres of Washington State University's
15 agricultural college trust lands.

16 (2) (~~(\$19,099,000)~~) \$28,271,000 of the general fund--state
17 appropriation for fiscal year 2014, \$19,099,000 of the general fund--
18 state appropriation for fiscal year 2015, and \$5,000,000 of the
19 disaster response account--state appropriation are provided solely for
20 emergency fire suppression. None of the general fund and disaster
21 response account amounts provided in this subsection may be used to
22 fund agency indirect and administrative expenses. Agency indirect and
23 administrative costs shall be allocated among the agency's remaining
24 accounts and appropriations. The department of natural resources shall
25 submit a quarterly report to the office of financial management and the
26 legislative fiscal committees detailing information on current and
27 planned expenditures from the disaster response account. This work
28 shall be done in coordination with the military department.

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

37 (4) \$518,000 of the forest and fish support account--state
38 appropriation is provided solely for outcome-based performance

1 contracts with nongovernmental organizations to participate in the
2 implementation of the forest practices program. Contracts awarded may
3 only contain indirect cost set at or below a rate of eighteen percent.

4 (5) \$717,000 of the forest and fish support account--state
5 appropriation is provided solely to fund interagency agreements with
6 the department of ecology and the department of fish and wildlife as
7 part of the adaptive management process.

8 (6) \$440,000 of the state general fund--state appropriation for
9 fiscal year 2014 and \$440,000 of the state general fund--state
10 appropriation for fiscal year 2015 are provided solely for forest work
11 crews that support correctional camps and are contingent upon
12 continuing operations of Naselle youth camp.

13 (7) \$2,382,000 of the resource management cost account--state
14 appropriation is for addressing the growing backlog of expired aquatic
15 leases and new aquatic lease applications. The department shall
16 implement a Lean process to improve the lease review process and
17 further reduce the backlog, and submit a report on its progress in
18 addressing the backlog and implementation of the Lean process to the
19 governor and the appropriate committees of the legislature by October
20 1, 2013.

21 (8) \$1,948,000 of the environmental legacy stewardship account--
22 state appropriation is provided solely for the department to pay a
23 portion of the costs to complete remedial investigation work at
24 Whitmarsh landfill and Mill site A and perform final-year maintenance
25 of the Olympic view triangle site in Commencement Bay.

26 (9) \$265,000 of the resources management cost account--state
27 appropriation is provided solely for implementation of Second
28 Substitute House Bill No. 1764 (geoduck diver licenses). If the bill
29 is not enacted by June 30, 2013, the amount provided in this subsection
30 shall lapse.

31 (10) \$425,000 of the derelict vessel removal account--state
32 appropriation is provided solely for implementation of Engrossed
33 Substitute House Bill No. 1245 (derelict and abandoned vessels). If
34 the bill is not enacted by June 30, 2013, the amount provided in this
35 subsection shall lapse.

36 (11) \$3,700,000 of the marine resources stewardship trust account--
37 state appropriation is provided solely for implementation of priority
38 marine management planning efforts including mapping activities,

1 ecological assessment, data tools, stakeholder engagement, and all
2 other work identified in Engrossed Senate Bill No. 5603 (marine
3 advisory councils) during the 2013-2015 fiscal biennium.

4 **Sec. 309.** 2013 2nd sp.s. c 4 s 309 (uncodified) is amended to read
5 as follows:

6 **FOR THE DEPARTMENT OF AGRICULTURE**

7	General Fund--State Appropriation (FY 2014)	((\$15,300,000))
8		<u>\$15,274,000</u>
9	General Fund--State Appropriation (FY 2015)	((\$15,294,000))
10		<u>\$16,333,000</u>
11	General Fund--Federal Appropriation	((\$23,098,000))
12		<u>\$23,054,000</u>
13	General Fund--Private/Local Appropriation	\$192,000
14	Aquatic Lands Enhancement Account--State	
15	Appropriation	((\$2,837,000))
16		<u>\$2,839,000</u>
17	State Toxics Control Account--State Appropriation . . .	((\$5,203,000))
18		<u>\$5,206,000</u>
19	Water Quality Permit Account--State Appropriation	((\$70,000))
20		<u>\$73,000</u>
21	TOTAL APPROPRIATION	((\$61,994,000))
22		<u>\$62,971,000</u>

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

25 (1) \$5,308,445 of the general fund--state appropriation for fiscal
26 year 2014 and ((~~\$5,302,905~~)) \$6,302,905 of the general fund--state
27 appropriation for fiscal year 2015 are provided solely for implementing
28 the food assistance program as defined in RCW 43.23.290.

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

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

1 (4) Within the amounts appropriated in this section, the department
 2 of agriculture must convene and facilitate a work group with
 3 appropriate stakeholders to review fees supporting programs within the
 4 department that are also supported with state general fund. In
 5 developing strategies to make the program work more self-supporting,
 6 the workgroup will consider, at minimum, the length of time since the
 7 last fee increase, similar fees that exist in neighboring states, and
 8 fee increases that will ensure reasonable competitiveness in the
 9 respective industries. The workgroup must submit a report containing
 10 recommendations that will make each of the fee supported programs
 11 within the department less reliant on state general fund to the office
 12 of financial management and legislative fiscal committees by December
 13 1, 2013.

14 (5) \$72,000 of the general fund--state appropriation for fiscal
 15 year 2015 is provided solely for implementation of House Bill No. 2405
 16 (hemp/commercial animal feed). If the bill is not enacted by June 30,
 17 2014, the amount provided in this subsection shall lapse.

18 **Sec. 310.** 2013 2nd sp.s. c 4 s 310 (uncodified) is amended to read
 19 as follows:

20 **FOR THE WASHINGTON POLLUTION LIABILITY INSURANCE PROGRAM**
 21 Pollution Liability Insurance Program Trust

22 Account--State Appropriation	((\$987,000))
23	<u>\$1,000,000</u>

24 **Sec. 311.** 2013 2nd sp.s. c 4 s 311 (uncodified) is amended to read
 25 as follows:

26 **FOR THE PUGET SOUND PARTNERSHIP**

27 General Fund--State Appropriation (FY 2014)	((\$2,416,000))
28	<u>\$2,398,000</u>
29 General Fund--State Appropriation (FY 2015)	((\$2,318,000))
30	<u>\$2,403,000</u>
31 General Fund--Federal Appropriation	((\$11,570,000))
32	<u>\$11,630,000</u>
33 Aquatic Lands Enhancement Account--State Appropriation . . .	\$1,920,000
34 State Toxics Control Account--State Appropriation	((\$676,000))
35	<u>\$682,000</u>
36 TOTAL APPROPRIATION	((\$18,900,000))

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

4 (1) \$788,000 of the aquatic lands enhancement account--state
5 appropriation is provided solely for coordinating a study of Puget
6 Sound juvenile steelhead marine survival conducted by the department of
7 fish and wildlife and based on a study plan developed in cooperation
8 with federal, tribal, and nongovernmental entities.

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

(End of part)

PART IV
TRANSPORTATION

Sec. 401. 2013 2nd sp.s. c 4 s 401 (uncodified) is amended to read as follows:

FOR THE DEPARTMENT OF LICENSING

General Fund--State Appropriation (FY 2014)	((\$1,103,000))
	<u>\$1,087,000</u>
General Fund--State Appropriation (FY 2015)	((\$1,341,000))
	<u>\$1,326,000</u>
Architects' License Account--State Appropriation	\$902,000
Professional Engineers' Account--State	
Appropriation	((\$3,558,000))
	<u>\$3,545,000</u>
Real Estate Commission Account--State Appropriation	((\$9,929,000))
	<u>\$9,935,000</u>
Uniform Commercial Code Account--State	
Appropriation	((\$3,154,000))
	<u>\$3,145,000</u>
Real Estate Education Account--State Appropriation	\$276,000
Real Estate Appraiser Commission Account--State	
Appropriation	((\$1,703,000))
	<u>\$1,705,000</u>
Business and Professions Account--State	
Appropriation	((\$17,454,000))
	<u>\$17,596,000</u>
Funeral and Cemetery Account--State Appropriation	\$5,000
Landscape Architects' License Account--State Appropriation	\$4,000
Appraisal Management Company Account--State	
Appropriation	\$4,000
Real Estate Research Account--State Appropriation	\$415,000
Wildlife Account--State Appropriation	\$32,000
Geologists' Account--State Appropriation	\$52,000
Derelict Vessel Removal Account--State Appropriation	\$31,000
TOTAL APPROPRIATION	((\$39,963,000))
	<u>\$40,060,000</u>

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

3 (1) \$566,000 of the business and professions account--state
4 appropriation is provided solely for the implementation of Engrossed
5 Substitute House Bill No. 1552 (scrap metal theft reduction). If the
6 bill is not enacted by June 30, 2013, the amount provided in this
7 subsection shall lapse.

8 (2) \$166,000 of the business and professions account--state
9 appropriation in fiscal year 2014 only is provided solely for the
10 implementation of Substitute House Bill No. 1779 (esthetics). If the
11 bill is not enacted by June 30, 2013, the amount provided in this
12 subsection shall lapse.

13 (3) \$592,000 of the business and professions account--state
14 appropriation is provided solely for the implementation of Substitute
15 House Bill No. 1822 (debt collection practices). If the bill is not
16 enacted by June 30, 2013, the amount provided in this subsection shall
17 lapse.

18 (4) \$32,000 of the state wildlife account--state appropriation is
19 provided solely for the implementation of Engrossed Second Substitute
20 Senate Bill No. 5193 (wolf conflict management). If the bill is not
21 enacted by June 30, 2013, the amount provided in this subsection shall
22 lapse.

23 (5) \$112,000 of the business and professions account--state
24 appropriation is provided solely for the implementation of Engrossed
25 Substitute House Bill No. 2512 (cosmetology, hair design, etc.). If
26 the bill is not enacted by June 30, 2014, the amount provided in this
27 subsection shall lapse.

28 **Sec. 402.** 2013 2nd sp.s. c 4 s 402 (uncodified) is amended to read
29 as follows:

30 **FOR THE STATE PATROL**

31 General Fund--State Appropriation (FY 2014)	((\$34,653,000))
	<u>\$35,679,000</u>
33 General Fund--State Appropriation (FY 2015)	((\$32,485,000))
34	<u>\$34,407,000</u>
35 General Fund--Federal Appropriation	((\$16,189,000))
36	<u>\$15,882,000</u>
37 General Fund--Private/Local Appropriation	\$3,020,000

1	Death Investigations Account--State Appropriation . . .	((\$9,956,000))
2		<u>\$9,960,000</u>
3	Enhanced 911 Account--State Appropriation	\$3,480,000
4	County Criminal Justice Assistance Account--State	
5	Appropriation	\$3,332,000
6	Municipal Criminal Justice Assistance Account--State	
7	Appropriation	\$1,351,000
8	Fire Service Trust Account--State Appropriation	\$131,000
9	Disaster Response Account--State Appropriation	\$8,000,000
10	Fire Service Training Account--State Appropriation	\$9,797,000
11	Aquatic Invasive Species Enforcement Account--State	
12	Appropriation	\$54,000
13	State Toxics Control Account--State Appropriation	\$516,000
14	Fingerprint Identification Account--State	
15	Appropriation	((\$10,747,000))
16		<u>\$10,841,000</u>
17	Vehicle License Fraud Account--State Appropriation	((\$447,000))
18		<u>\$337,000</u>
19	TOTAL APPROPRIATION	((\$134,158,000))
20		<u>\$136,787,000</u>

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

23 (1) \$200,000 of the fire service training account--state
24 appropriation is provided solely for two FTEs in the office of the
25 state director of fire protection to exclusively review K-12
26 construction documents for fire and life safety in accordance with the
27 state building code. It is the intent of this appropriation to provide
28 these services only to those districts that are located in counties
29 without qualified review capabilities.

30 (2) \$8,000,000 of the disaster response account--state
31 appropriation is provided solely for Washington state fire service
32 resource mobilization costs incurred in response to an emergency or
33 disaster authorized under RCW 43.43.960 through 43.43.964. The state
34 patrol shall submit a report quarterly to the office of financial
35 management and the legislative fiscal committees detailing information
36 on current and planned expenditures from this account. This work shall
37 be done in coordination with the military department.

1 (3) \$700,000 of the fire service training account--state
2 appropriation is provided solely for the firefighter apprenticeship
3 training program.

4 (4) \$3,480,000 of the enhanced 911 account--state appropriation is
5 provided solely for upgrades to the Washington state identification
6 system and the Washington crime information center. Amounts provided
7 in this subsection may not be expended until the office of the chief
8 information officer approves a plan to move the Washington state
9 patrol's servers and data center equipment into the state data center
10 in the 1500 Jefferson building, and the office of the chief information
11 officer certifies that the Washington state patrol has begun the move.
12 The amounts provided in this subsection are conditioned on the
13 department satisfying the requirements of the project management
14 oversight standards and policies established by the office of the chief
15 information officer.

16 (5) \$154,000 of the fingerprint identification account--state
17 appropriation is provided solely for implementation of Substitute House
18 Bill No. 1612 (firearms offenders). If the bill is not enacted by June
19 30, 2013, the amount provided in this subsection shall lapse.

20 (6) \$94,000 of the fingerprint identification account--state
21 appropriation is provided solely for implementation of House Bill No.
22 2534 (fingerprint background checks). If the bill is not enacted by
23 June 30, 2014, the amount provided in this subsection shall lapse.

(End of part)

PART V
EDUCATION

Sec. 501. 2013 2nd sp.s. c 4 s 501 (uncodified) is amended to read as follows:

FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION

General Fund--State Appropriation (FY 2014)	(((\$27,264,000)))
	<u>\$27,325,000</u>
General Fund--State Appropriation (FY 2015)	(((\$26,041,000)))
	<u>\$27,394,000</u>
General Fund--Federal Appropriation	(((\$63,826,000)))
	<u>\$71,064,000</u>
General Fund--Private/Local Appropriation	\$4,005,000
Performance Audits of Government Account--State	
Appropriation	\$200,000
TOTAL APPROPRIATION	(((\$121,336,000)))
	<u>\$129,988,000</u>

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

(1) A maximum of (~~(\$16,881,000)~~) \$17,048,000 of the general fund--state appropriation for fiscal year 2014 and (~~(\$16,602,000)~~) \$17,595,000 of the general fund--state appropriation for fiscal year 2015 is for state agency operations.

(a) (~~(\$8,846,000)~~) \$9,013,000 of the general fund--state appropriation for fiscal year 2014 and (~~(\$8,910,000)~~) \$8,838,000 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.

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

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

12 ~~((vi) Appropriations in this section are sufficient for the office
13 of the superintendent of public instruction to conduct ongoing
14 consolidated program reviews of alternative learning experience
15 programs and dropout reengagement programs established under chapter
16 20, Laws of 2010. The office of the superintendent of public
17 instruction shall include alternative learning education and dropout
18 reengagement programs in their ongoing consolidated program reviews, as
19 well as provide outreach and training to school districts regarding
20 implementation of the programs. Findings from the program reviews will
21 be used to support and prioritize office of the superintendent outreach
22 and education efforts that assist school districts in implementing the
23 programs in accordance with statute and legislative intent, as well as
24 to support financial and performance audit work conducted by the office
25 of the state auditor.))~~

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

34 (c) \$1,012,000 of the general fund--state appropriation for fiscal
35 year 2014 and \$1,012,000 of the general fund--state appropriation for
36 fiscal year 2015 are provided solely for the operation and expenses of
37 the state board of education, including basic education assistance
38 activities. Of these amounts, \$161,000 of the general fund--state

1 appropriation for fiscal year 2014 and \$161,000 of the general fund--
2 state appropriation for fiscal year 2015 are provided for
3 implementation of Initiative Measure No. 1240 (charter schools).

4 (d) \$1,325,000 of the general fund--state appropriation for fiscal
5 year 2014 and (~~(\$1,325,000)~~) \$1,642,000 of the general fund--state
6 appropriation for fiscal year 2015 are provided solely to the
7 professional educator standards board for the following:

8 (i) \$1,050,000 in fiscal year 2014 and \$1,050,000 in fiscal year
9 2015 are for the operation and expenses of the Washington professional
10 educator standards board;

11 (ii) \$250,000 of the general fund--state appropriation for fiscal
12 year 2014 and \$250,000 of the general fund--state appropriation for
13 fiscal year 2015 are for mentor stipends provided through the
14 alternative routes to certification program administered by the
15 professional educator standards board, including the pipeline for
16 paraeducators program and the retooling to teach conditional loan
17 programs. Funding within this subsection (1)(d)(ii) is also provided
18 for the recruiting Washington teachers program; (~~and~~)

19 (iii) \$25,000 of the general fund--state appropriation for fiscal
20 year 2014 and \$25,000 of the general fund--state appropriation for
21 fiscal year 2015 are provided solely for the professional educator
22 standards board to develop educator interpreter standards and identify
23 interpreter assessments that are available to school districts.
24 Interpreter assessments should meet the following criteria: (A)
25 Include both written assessment and performance assessment; (B) be
26 offered by a national organization of professional sign language
27 interpreters and transliterators; and (C) be designed to assess
28 performance in more than one sign system or sign language. The board
29 shall establish a performance standard, defining what constitutes a
30 minimum assessment result, for each educational interpreter assessment
31 identified. The board shall publicize the standards and assessments
32 for school district use;

33 (iv) \$24,000 of the general fund--state appropriation for fiscal
34 year 2015 is provided solely for the professional educator standards
35 board to: (A) Disseminate information about principles of language
36 acquisition as a critical knowledge and skill for educators in support
37 of instruction for English language learners; and (B) in conjunction
38 with the office of the superintendent of public instruction, revise the

1 model framework and curriculum for high school career and technical
2 education courses related to careers in education to incorporate
3 standards of cultural competence, new research on educator preparation,
4 and curriculum and activities from the recruiting Washington teacher
5 program; and

6 (v) \$293,000 of the general fund--state appropriation for fiscal
7 year 2015 is provided solely for implementation of House Bill No. 2365
8 (paraeducator development). If the bill is not enacted by June 30,
9 2014, the amount provided in this subsection shall lapse.

10 (e) \$133,000 of the general fund--state appropriation for fiscal
11 year 2014 and (~~(\$133,000)~~) \$266,000 of the general fund--state
12 appropriation for fiscal year 2015 are provided solely for the
13 implementation of chapter 240, Laws of 2010, including staffing the
14 office of equity and civil rights.

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

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

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

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

34 (j) \$25,000 of the general fund--state appropriation for fiscal
35 year 2014 and \$25,000 of the general fund--state appropriation for
36 fiscal year 2015 are provided solely for project citizen, a program
37 sponsored by the national conference of state legislatures and the

1 center for civic education to promote participation in government by
2 middle school students.

3 (k) \$1,500,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$1,500,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely for collaborative schools for
6 innovation and success authorized under chapter 53, Laws of 2012. The
7 office of the superintendent of public instruction shall award \$500,000
8 per year in funding for each collaborative school for innovation and
9 success selected for participation in the pilot program during 2012.

10 (l) \$123,000 of the general fund--state appropriation for fiscal
11 year 2014 and \$123,000 of the general fund--state appropriation for
12 fiscal year 2015 are provided solely for implementation of chapter 163,
13 Laws of 2012 (foster care outcomes). The office of the superintendent
14 of public instruction shall annually report each December on the
15 implementation of the state's plan of cross-system collaboration to
16 promote educational stability and improve education outcomes of foster
17 youth.

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

22 (n) \$93,000 of the general fund--state appropriation for fiscal
23 year 2014 and \$93,000 of the general fund--state appropriation for
24 fiscal year 2015 are provided solely for chapter 185, Laws of 2011
25 (bullying prevention, which requires the office of the superintendent
26 of public instruction to convene an ongoing workgroup on school
27 bullying and harassment prevention. Within the amounts provided,
28 \$140,000 is for youth suicide prevention activities.

29 (o) \$138,000 of the general fund--state appropriation for fiscal
30 year 2014 is provided solely for implementation of House Bill No. 1336
31 (troubled youth in school). If the bill is not enacted by June 30,
32 2013, the amounts provided in this subsection shall lapse.

33 (p) \$68,000 of the general fund--state appropriation for fiscal
34 year 2014 and \$14,000 of the general fund--state appropriation for
35 fiscal year 2015 are provided solely for implementation of House Bill
36 No. 1134 (state-tribal education compacts). If the bill is not enacted
37 by June 30, 2013, the amounts provided in this subsection shall lapse.

1 (q) \$62,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$62,000 of the general fund--state appropriation for
3 fiscal year 2015 are for competitive grants to school districts to
4 increase the capacity of high schools to offer AP computer science
5 courses. In making grant allocations, the office of the superintendent
6 of public instruction must give priority to schools and districts in
7 rural areas, with substantial enrollment of low-income students, and
8 that do not offer AP computer science. School districts may apply to
9 receive either or both of the following grants:

10 (i) A grant to establish partnerships to support computer science
11 professionals from private industry serving on a voluntary basis as
12 coinstructors along with a certificated teacher, including via
13 synchronous video, for AP computer science courses; or

14 (ii) A grant to purchase or upgrade technology and curriculum
15 needed for AP computer science, as well as provide opportunities for
16 professional development for classroom teachers to have the requisite
17 knowledge and skills to teach AP computer science.

18 (r) \$27,000 of the general fund--state appropriation for fiscal
19 year 2014 is provided solely for implementation of House Bill No. 1556
20 (cardiac arrest education).

21 (s) \$50,000 of the general fund--state appropriation for fiscal
22 year 2014 is provided solely for the development of recommendations for
23 funding integrated school nursing and outreach services. The office of
24 the superintendent of public instruction shall collaborate with the
25 health care authority to develop recommendations for increasing federal
26 financial participation for providing nursing services in schools with
27 the goals of integrating nursing and outreach services and supporting
28 one nurse for every four-hundred fifty students in elementary schools
29 and one nurse for every seven-hundred fifty students in secondary
30 schools. The recommendations shall include proposals for funding
31 training and reimbursement for nurses that provide outreach services to
32 help eligible students enroll in apple health for kids and other social
33 services programs. The authority and the office of the superintendent
34 of public instruction shall provide these recommendations to the
35 governor and the legislature by December 1, 2013.

36 (t) \$50,000 of the general fund--state appropriation for fiscal
37 year 2014 is provided solely for the office of the superintendent of
38 public instruction to contract with an organization to develop a model

1 plan for evaluating the outcomes of state funded pilot education
2 programs, including guidelines for standard data that must be gathered
3 throughout any education pilot program, as well as guidance for data
4 and evaluation methods depending on the design of the program and the
5 target population. The contract must also include a provision to
6 provide guidance for the evaluation of existing pilot programs.

7 (u) \$10,000 of the general fund--state appropriation for fiscal
8 year 2014 and \$10,000 of the general fund--state appropriation for
9 fiscal year 2015 are provided solely for the superintendent of public
10 instruction to convene a committee for the selection and recognition of
11 Washington innovative schools. The committee shall select and
12 recognize Washington innovative schools based on the selection criteria
13 established by the office of the superintendent of public instruction,
14 in accordance with chapter 202, Laws of 2011 (innovation schools--
15 recognition) and chapter 260, Laws of 2011 (innovation schools and
16 zones).

17 (v) \$100,000 of the general fund--state appropriation for fiscal
18 year 2014 and \$100,000 of the general fund--state appropriation for
19 fiscal year 2015 are provided solely for the Mobius science center to
20 expand mobile outreach of science, technology, engineering, and
21 mathematics (STEM) education to students in rural, tribal, and
22 low-income communities.

23 (w) \$28,000 of the general fund--state appropriation for fiscal
24 year 2015 is provided solely for the office of the superintendent of
25 public instruction to create a clearinghouse of research-based best
26 practices for school districts to provide academic and nonacademic
27 support for students while they are subject to disciplinary action and
28 after their reengagement in school.

29 (x) \$49,000 of the general fund--state appropriation for fiscal
30 year 2015 is provided solely for the office of the superintendent of
31 public instruction, in collaboration with the educational opportunity
32 gap oversight and accountability committee, the professional educator
33 standards board, colleges of education, and representatives from
34 diverse communities and community-based organizations, to develop a
35 content outline for professional development and training in cultural
36 competence for school staff, which educational service districts and
37 school districts are encouraged to use.

1 (y) \$117,000 of the general fund--state appropriation for fiscal
2 year 2015 is provided solely for the office of the superintendent of
3 public instruction to convene a task force to design a performance-
4 based assistance and accountability system for the transitional
5 bilingual instruction program. The office must submit a report with
6 recommendations from the task force to the education and fiscal
7 committees of the legislature by January 15, 2016.

8 (z) \$134,000 of the general fund--state appropriation for fiscal
9 year 2015 is provided solely for the office of the superintendent of
10 public instruction to perform on-going program reviews of alternative
11 learning experience programs and dropout reengagement programs.
12 Appropriations in this subsection are sufficient for the office of the
13 superintendent of public instruction to conduct ongoing consolidated
14 program reviews of alternative learning experience programs and dropout
15 reengagement programs established under chapter 20, Laws of 2010. The
16 office of the superintendent of public instruction shall include
17 alternative learning education and dropout reengagement programs in its
18 ongoing consolidated program reviews, as well as provide outreach and
19 training to school districts regarding implementation of the programs.
20 Findings from the program reviews will be used to support and
21 prioritize the office of the superintendent of public instruction
22 outreach and education efforts that assist school districts in
23 implementing the programs in accordance with statute and legislative
24 intent, as well as to support financial and performance audit work
25 conducted by the office of the state auditor.

26 (aa) \$287,000 of the general fund--state appropriation for fiscal
27 year 2015 is provided solely for implementation of House Bill No. 2540
28 (career and tech course equivalencies). If the bill is not enacted by
29 June 30, 2014, the amounts provided in this subsection shall lapse.

30 (bb) Appropriations in this section are sufficient for the office
31 of the superintendent of public instruction to implement House Bill No.
32 2166 (students/military families).

33 (cc) Appropriations in this section are sufficient for the office
34 of the superintendent of public instruction to implement House Bill No.
35 2536 (breakfast after the bell).

36 (dd) Appropriations in this section are sufficient for the office
37 of the superintendent of public instruction to implement Engrossed
38 Second Substitute House Bill No. 2383 (career and college readiness).

1 (2) \$200,000 of the performance audits of government account--state
2 appropriation is provided solely for a one-time workload increase to
3 address additional audit resolutions and appeals in the alternative
4 learning experience programs.

5 (3) \$10,277,000 of the general fund--state appropriation for fiscal
6 year 2014 and (~~(\$9,565,000)~~) \$9,799,000 of the general fund--state
7 appropriation for fiscal year 2015 are for statewide programs.

8 (a) HEALTH AND SAFETY

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

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

20 (b) TECHNOLOGY

21 \$1,221,000 of the general fund--state appropriation for fiscal year
22 2014 and \$1,221,000 of the general fund--state appropriation for fiscal
23 year 2015 are provided solely for K-20 telecommunications network
24 technical support in the K-12 sector to prevent system failures and
25 avoid interruptions in school utilization of the data processing and
26 video-conferencing capabilities of the network. These funds may be
27 used to purchase engineering and advanced technical support for the
28 network.

29 (c) GRANTS AND ALLOCATIONS

30 (i) \$1,875,000 of the general fund--state appropriation for fiscal
31 year 2014 and (~~(\$1,875,000)~~) \$2,109,000 of the general fund--state
32 appropriation for fiscal year 2015 are provided solely for the
33 Washington state achievers scholarship program. The funds shall be
34 used to support community involvement officers that recruit, train, and
35 match community volunteer mentors with students selected as achievers
36 scholars.

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

1 fiscal year 2015 are provided solely for contracting with a college
2 scholarship organization with expertise in conducting outreach to
3 students concerning eligibility for the Washington college bound
4 scholarship consistent with chapter 405, Laws of 2007.

5 (iii) \$1,000,000 of the general fund--state appropriation for
6 fiscal year 2014 and \$1,000,000 of the general fund--state
7 appropriation for fiscal year 2015 are provided solely for dropout
8 prevention, intervention, and reengagement programs, including the jobs
9 for America's graduates (JAG) program and the building bridges
10 statewide program. Students in the foster care system shall be given
11 priority by districts offering the jobs for America's graduates
12 program.

13 (iv) \$2,112,000 of the general fund--state appropriation for fiscal
14 year 2014 and \$1,400,000 of the general fund--state appropriation for
15 fiscal year 2015 are provided solely for the implementation of chapter
16 340, Laws of 2011 and chapter 51, Laws of 2012. This includes the
17 development and implementation of the Washington kindergarten inventory
18 of developing skills (WaKIDS).

19 (v) \$100,000 of the general fund--state appropriation for fiscal
20 year 2014 and \$100,000 of the general fund--state appropriation for
21 fiscal year 2015 are provided solely to subsidize advanced placement
22 exam fees and international baccalaureate class fees and exam fees for
23 low-income students. To be eligible for the subsidy, a student must be
24 either enrolled or eligible to participate in the federal free or
25 reduced price lunch program, and the student must have maximized the
26 allowable federal contribution. The office of the superintendent of
27 public instruction shall set the subsidy in an amount so that the
28 advanced placement exam fee does not exceed \$15.00 and the combined
29 class and exam fee for the international baccalaureate does not exceed
30 \$14.50.

31 (vi) \$293,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$293,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for the office of the
34 superintendent of public instruction to support (~~the dissemination of~~
35 ~~the navigation 101 curriculum to all districts~~) district
36 implementation of comprehensive guidance and planning programs
37 consistent with RCW 28A.600.045.

1 2013-14 and 2014-15 school years are determined using formula-generated
2 staff units calculated pursuant to this subsection.

3 (a) Certificated instructional staff units, as defined in RCW
4 28A.150.410, shall be allocated to reflect the minimum class size
5 allocations, requirements, and school prototypes assumptions as
6 provided in RCW 28A.150.260, except that the allocation for guidance
7 counselors in a middle school shall be 1.216 and the allocation for
8 guidance counselors in a high school shall be 2.009, which enhancements
9 are within the program of basic education. The superintendent shall
10 make allocations to school districts based on the district's annual
11 average full-time equivalent student enrollment in each grade.

12 (b) Additional certificated instructional staff units provided in
13 this subsection (2) that exceed the minimum requirements in RCW
14 28A.150.260 are enhancements outside the program of basic education,
15 except as otherwise provided in this section.

16 (c)(i) The superintendent shall base allocations for each level of
17 prototypical school on the following regular education average class
18 size of full-time equivalent students per teacher, except as provided
19 in (c)(ii) of this subsection:

20 General education class size:

21 Grade	RCW 28A.150.260	2013-14 22 School Year	2014-15 23 School Year
24 Grades K-3	25.23	25.23
25 Grade 4	27.00	27.00
26 Grades 5-6	27.00	27.00
27 Grades 7-8	28.53	28.53
Grades 9-12	28.74	28.74

28 The superintendent shall base allocations for career and technical
29 education (CTE) and skill center programs average class size as
30 provided in RCW 28A.150.260.

31 (ii) For each level of prototypical school at which more than fifty
32 percent of the students were eligible for free and reduced-price meals
33 in the prior school year, the superintendent shall allocate funding
34 based on the following average class size of full-time equivalent
35 students per teacher:

1 (A) General education class size in high poverty schools:

2	Grade	RCW 28A.150.260
3	Grade 2	24.10
4	Grade 3	24.10
5	Grade 4	27.00
6	Grades 5-6	27.00
7	Grades 7-8	28.53
8	Grades 9-12	28.74

9 (B) For grades K-1, class size of 20.85 is provided for high
10 poverty schools for the 2013-14 school year;

11 (C) For grades K through 1, the superintendent shall, at a minimum,
12 allocate funding to high-poverty schools for the 2014-15 school year
13 based on an average class size of 24.10 full-time equivalent students
14 per teacher. The superintendent shall provide enhanced funding for
15 class size reduction in grades K through 1 to the extent of, and
16 proportionate to, the school's demonstrated actual average class size
17 up to a class size of 20.30 full-time equivalent students per teacher.
18 The office of the superintendent of public instruction shall develop
19 rules to implement the enhanced funding authorized under (ii)(C) of
20 this subsection and shall distribute draft rules for review no later
21 than December 1, 2013. The office of the superintendent of public
22 instruction shall report the draft rules and proposed methodology to
23 the governor and the appropriate policy and fiscal committees of the
24 legislature by December 1, 2013.

25 (D) The enhancement in this subsection (2)(c)(ii) is within the
26 program of basic education.

27 (iii) Pursuant to RCW 28A.150.260(4)(a), the assumed teacher
28 planning period, expressed as a percentage of a teacher work day, is:

29 (A) 13.42 percent in grades K-6 (, and 16.67 percent in grades 7-
30 12; and) for the 2013-14 and 2014-15 school years; and

31 (B) 16.67 percent in grades 7-12 for the 2013-14 school year, and
32 22.14 percent in grades 7-12 for the 2014-15 school year. The
33 enhancement in this subsection (2)(c)(iii)(B) is within the program of
34 basic education and is sufficient to fund increased instructional hours
35 under 28A.150.220(2)(a). School districts shall implement the

1 increased instructional hours for the program of basic education
2 required under the provisions of RCW 28A.150.220(2)(a) beginning with
3 the 2014-15 school year.

4 (iv) Laboratory science, advanced placement, and international
5 baccalaureate courses are funded at the same class size assumptions as
6 general education schools in the same grade; and

7 (d)(i) Funding for teacher librarians, school nurses, social
8 workers, school psychologists, and guidance counselors is allocated
9 based on the school prototypes as provided in RCW 28A.150.260 and (a)
10 of this subsection and is considered certificated instructional staff,
11 except as provided in (d)(ii) of this subsection.

12 (ii) Students in approved career and technical education and skill
13 center programs generate certificated instructional staff units to
14 provide for the services of teacher librarians, school nurses, social
15 workers, school psychologists, and guidance counselors at the following
16 combined rate per 1000 students:

17 Career and Technical Education

18 students	2.02 per 1000 student FTE's
19 Skill Center students	2.36 per 1000 student FTE's

20 (3) ADMINISTRATIVE STAFF ALLOCATIONS

21 (a) Allocations for school building-level certificated
22 administrative staff salaries for the 2013-14 and 2014-15 school years
23 for general education students are determined using the formula
24 generated staff units calculated pursuant to this subsection. The
25 superintendent shall make allocations to school districts based on the
26 district's annual average full-time equivalent enrollment in each
27 grade. The following prototypical school values shall determine the
28 allocation for principals, assistance principals, and other
29 certificated building level administrators:

30 Prototypical School Building:

31 Elementary School	1.253
32 Middle School	1.353
33 High School	1.880

34 (b) Students in approved career and technical education and skill
35 center programs generate certificated school building-level

1 administrator staff units at per student rates that are a multiple of
2 the general education rate in (a) of this subsection by the following
3 factors: Career and Technical Education students1.025
4 Skill Center students1.198

5 (4) CLASSIFIED STAFF ALLOCATIONS

6 Allocations for classified staff units providing school building-
7 level and district-wide support services for the 2013-14 and 2014-15
8 school years are determined using the formula-generated staff units
9 provided in RCW 28A.150.260, and adjusted based on each district's
10 annual average full-time equivalent student enrollment in each grade,
11 except that the allocation for parent involvement coordinators in an
12 elementary school shall be 0.0825, which enhancement is within the
13 program of basic education.

14 (5) CENTRAL OFFICE ALLOCATIONS

15 In addition to classified and administrative staff units allocated
16 in subsections (3) and (4) of this section, classified and
17 administrative staff units are provided for the 2013-14 and 2014-15
18 school year for the central office administrative costs of operating a
19 school district, at the following rates:

20 (a) The total central office staff units provided in this
21 subsection (5) are calculated by first multiplying the total number of
22 eligible certificated instructional, certificated administrative, and
23 classified staff units providing school-based or district-wide support
24 services, as identified in RCW 28A.150.260(6)(b), by 5.3 percent.

25 (b) Of the central office staff units calculated in (a) of this
26 subsection, 74.53 percent are allocated as classified staff units, as
27 generated in subsection (4) of this section, and 25.47 percent shall be
28 allocated as administrative staff units, as generated in subsection (3)
29 of this section.

30 (c) Staff units generated as enhancements outside the program of
31 basic education to the minimum requirements of RCW 28A.150.260, and
32 staff units generated by skill center and career-technical students,
33 are excluded from the total central office staff units calculation in
34 (a) of this subsection.

35 (d) For students in approved career-technical and skill center
36 programs, central office classified units are allocated at the same
37 staff unit per student rate as those generated for general education
38 students of the same grade in this subsection (5), and central office

1 administrative staff units are allocated at staff unit per student
2 rates that exceed the general education rate established for students
3 in the same grade in this subsection (5) by 1.71 percent in the 2013-14
4 school year and (~~(2.00)~~) 1.99 percent in the 2014-15 school year for
5 career and technical education students, and (~~(21.60)~~) 21.57 percent in
6 the 2013-14 school year and (~~(15.98)~~) 16.00 percent in the 2014-15
7 school year for skill center students.

8 (6) FRINGE BENEFIT ALLOCATIONS

9 Fringe benefit allocations shall be calculated at a rate of 18.68
10 percent in the 2013-14 school year and 18.68 percent in the 2014-15
11 school year for certificated salary allocations provided under
12 subsections (2), (3), and (5) of this section, and a rate of 20.95
13 percent in the 2013-14 school year and 20.95 percent in the 2014-15
14 school year for classified salary allocations provided under
15 subsections (4) and (5) of this section.

16 (7) INSURANCE BENEFIT ALLOCATIONS

17 Insurance benefit allocations shall be calculated at the
18 maintenance rate specified in section 504 of this act, based on the
19 number of benefit units determined as follows:

20 (a) The number of certificated staff units determined in
21 subsections (2), (3), and (5) of this section; and

22 (b) The number of classified staff units determined in subsections
23 (4) and (5) of this section multiplied by 1.152. This factor is
24 intended to adjust allocations so that, for the purposes of
25 distributing insurance benefits, full-time equivalent classified
26 employees may be calculated on the basis of 1440 hours of work per
27 year, with no individual employee counted as more than one full-time
28 equivalent.

29 (8) MATERIALS, SUPPLIES, AND OPERATING COSTS (MSOC) ALLOCATIONS

30 Funding is allocated per annual average full-time equivalent
31 student for the materials, supplies, and operating costs (MSOC)
32 incurred by school districts, consistent with the requirements of RCW
33 28A.150.260.

34 (a) MSOC funding for general education students are allocated at
35 the following per student rates:

MSOC RATES/STUDENT FTE

MSOC Component	2013-14 SCHOOL YEAR	2014-15 SCHOOL YEAR
Technology	\$77.46	(\$82.16) <u>\$89.37</u>
Utilities and Insurance	\$210.46	(\$223.23) <u>\$242.82</u>
Curriculum and Textbooks	\$83.17	(\$88.21) <u>\$95.95</u>
Other Supplies and Library Materials	\$176.56	(\$187.27) <u>\$203.70</u>
Instructional Professional Development for Certificated and Classified Staff	\$12.86	(\$13.64) <u>\$14.84</u>
Facilities Maintenance	\$104.27	(\$110.59) <u>\$120.30</u>
Security and Central Office	\$72.24	(\$76.62) <u>\$83.34</u>
TOTAL BASIC EDUCATION MSOC/STUDENT FTE	\$737.02	(\$781.72) <u>\$850.32</u>

(b) Students in approved skill center programs generate per student FTE MSOC allocations of \$1,244.25 for the 2013-14 school year and ~~(\$1,262.92)~~ \$1,260.41 for the 2014-15 school year.

(c) Students in approved exploratory and preparatory career and technical education programs generate a per student MSOC allocation of \$1,399.30 for the 2013-14 school year and ~~(\$1,420.29)~~ \$1,417.48 for the 2014-15 school year.

(d) Students in laboratory science courses generate per student FTE MSOC allocations which equal the per student FTE rate for general education students established in (a) of this subsection.

(9) SUBSTITUTE TEACHER ALLOCATIONS

For the 2013-14 and 2014-15 school years, funding for substitute costs for classroom teachers is based on four (4) funded substitute days per classroom teacher unit generated under subsection (2) of this section, at a daily substitute rate of \$151.86.

(10) ALTERNATIVE LEARNING EXPERIENCE PROGRAM FUNDING

(a) Amounts provided in this section from July 1, 2013, to August 31, 2013, are adjusted to reflect provisions of chapter 34, Laws of 2011 1st sp. sess. (allocation of funding for funding for students enrolled in alternative learning experiences).

1 (b) Amounts provided in this section beginning September 1, 2013,
2 are adjusted to reflect modifications to alternative learning
3 experience courses in Engrossed Substitute Senate Bill No. 5946
4 (student educational outcomes).

5 (c) The superintendent of public instruction shall require all
6 districts receiving general apportionment funding for alternative
7 learning experience (ALE) programs as defined in WAC 392-121-182 to
8 provide separate financial accounting of expenditures for the ALE
9 programs offered in district or with a provider, including but not
10 limited to private companies and multidistrict cooperatives, as well as
11 accurate, monthly headcount and FTE enrollment claimed for basic
12 education, including separate counts of resident and nonresident
13 students.

14 (11) DROPOUT REENGAGEMENT PROGRAM

15 The superintendent shall adopt rules to require students claimed
16 for general apportionment funding based on enrollment in dropout
17 reengagement programs authorized under RCW 28A.175.100 through
18 28A.175.115 to meet requirements for at least weekly minimum
19 instructional contact, starting with the 2014-15 school year.
20 Districts must also provide separate financial accounting of
21 expenditures for the programs offered by the district or under contract
22 with a provider, as well as accurate monthly headcount and full-time
23 equivalent enrollment claimed for basic education, including separate
24 enrollment counts of resident and nonresident students.

25 (12) VOLUNTARY FULL DAY KINDERGARTEN PROGRAMS

26 Funding in this section is sufficient to fund voluntary full day
27 kindergarten programs in qualifying high poverty schools, pursuant to
28 RCW 28A.150.220 and 28A.150.315. Each kindergarten student who enrolls
29 for the voluntary full-day program in a qualifying school shall count
30 as one-half of one full-time equivalent student for purpose of making
31 allocations under this section. Funding in this section provides full-
32 day kindergarten programs for 43.75 percent of kindergarten enrollment
33 in the 2013-14 school year and 43.75 percent in the 2014-15 school
34 year, which enhancement is within the program of basic education.

35 ~~((12) INCREASED INSTRUCTIONAL HOURS FOR GRADES SEVEN THROUGH~~
36 ~~TWELVE~~

1 ~~(a) School districts shall implement the increased instructional~~
2 ~~hours for the instructional program of basic education required under~~
3 ~~the provisions of RCW 28A.150.220(2)(a) beginning with the 2014-15~~
4 ~~school year, which enhancement is within the program of basic~~
5 ~~education.~~

6 ~~(b) Amounts provided in this section are sufficient to fund~~
7 ~~increased instructional hours in grades seven through twelve. For the~~
8 ~~2014-15 school year, the superintendent shall allocate funding to~~
9 ~~school districts for increased instructional hours. In calculating the~~
10 ~~allocations, the superintendent shall assume the following averages:~~
11 ~~(a) Additional instruction of 2.2222 hours per week per full-time~~
12 ~~equivalent student in grades seven through twelve in school year 2014-~~
13 ~~15; (b) the general education average class sizes specified in section~~
14 ~~502(2)(c); (c) 36 instructional weeks per year; (d) 900 instructional~~
15 ~~hours per teacher; and (e) the district's average staff mix and~~
16 ~~compensation rates as provided in sections 503 and 504 of this act.)~~

17 (13) ADDITIONAL FUNDING FOR SMALL SCHOOL DISTRICTS AND REMOTE AND
18 NECESSARY PLANTS

19 For small school districts and remote and necessary school plants
20 within any district which have been judged to be remote and necessary
21 by the superintendent of public instruction, additional staff units are
22 provided to ensure a minimum level of staffing support. Additional
23 administrative and certificated instructional staff units provided to
24 districts in this subsection shall be reduced by the general education
25 staff units, excluding career and technical education and skills center
26 enhancement units, otherwise provided in subsections (2) through (5) of
27 this section on a per district basis.

28 (a) For districts enrolling not more than twenty-five average
29 annual full-time equivalent students in grades K-8, and for small
30 school plants within any school district which have been judged to be
31 remote and necessary by the superintendent of public instruction and
32 enroll not more than twenty-five average annual full-time equivalent
33 students in grades K-8:

34 (i) For those enrolling no students in grades 7 and 8, 1.76
35 certificated instructional staff units and 0.24 certificated
36 administrative staff units for enrollment of not more than five
37 students, plus one-twentieth of a certificated instructional staff unit
38 for each additional student enrolled; and

1 (ii) For those enrolling students in grades 7 or 8, 1.68
2 certificated instructional staff units and 0.32 certificated
3 administrative staff units for enrollment of not more than five
4 students, plus one-tenth of a certificated instructional staff unit for
5 each additional student enrolled;

6 (b) For specified enrollments in districts enrolling more than
7 twenty-five but not more than one hundred average annual full-time
8 equivalent students in grades K-8, and for small school plants within
9 any school district which enroll more than twenty-five average annual
10 full-time equivalent students in grades K-8 and have been judged to be
11 remote and necessary by the superintendent of public instruction:

12 (i) For enrollment of up to sixty annual average full-time
13 equivalent students in grades K-6, 2.76 certificated instructional
14 staff units and 0.24 certificated administrative staff units; and

15 (ii) For enrollment of up to twenty annual average full-time
16 equivalent students in grades 7 and 8, 0.92 certificated instructional
17 staff units and 0.08 certificated administrative staff units;

18 (c) For districts operating no more than two high schools with
19 enrollments of less than three hundred average annual full-time
20 equivalent students, for enrollment in grades 9-12 in each such school,
21 other than alternative schools, except as noted in this subsection:

22 (i) For remote and necessary schools enrolling students in any
23 grades 9-12 but no more than twenty-five average annual full-time
24 equivalent students in grades K-12, four and one-half certificated
25 instructional staff units and one-quarter of a certificated
26 administrative staff unit;

27 (ii) For all other small high schools under this subsection, nine
28 certificated instructional staff units and one-half of a certificated
29 administrative staff unit for the first sixty average annual full-time
30 equivalent students, and additional staff units based on a ratio of
31 0.8732 certificated instructional staff units and 0.1268 certificated
32 administrative staff units per each additional forty-three and one-half
33 average annual full-time equivalent students;

34 (iii) Districts receiving staff units under this subsection shall
35 add students enrolled in a district alternative high school and any
36 grades nine through twelve alternative learning experience programs
37 with the small high school enrollment for calculations under this
38 subsection;

1 (d) For each nonhigh school district having an enrollment of more
2 than seventy annual average full-time equivalent students and less than
3 one hundred eighty students, operating a grades K-8 program or a grades
4 1-8 program, an additional one-half of a certificated instructional
5 staff unit;

6 (e) For each nonhigh school district having an enrollment of more
7 than fifty annual average full-time equivalent students and less than
8 one hundred eighty students, operating a grades K-6 program or a grades
9 1-6 program, an additional one-half of a certificated instructional
10 staff unit;

11 (f)(i) For enrollments generating certificated staff unit
12 allocations under (a) through (e) of this subsection, one classified
13 staff unit for each 2.94 certificated staff units allocated under such
14 subsections;

15 (ii) For each nonhigh school district with an enrollment of more
16 than fifty annual average full-time equivalent students and less than
17 one hundred eighty students, an additional one-half of a classified
18 staff unit; and

19 (g) School districts receiving additional staff units to support
20 small student enrollments and remote and necessary plants under this
21 subsection (12) shall generate additional MSOC allocations consistent
22 with the nonemployee related costs (NERC) allocation formula in place
23 for the 2010-11 school year as provided section 502, chapter 37, Laws
24 of 2010 1st sp. sess. (2010 supplemental budget), adjusted annually for
25 inflation.

26 (14) Any school district board of directors may petition the
27 superintendent of public instruction by submission of a resolution
28 adopted in a public meeting to reduce or delay any portion of its basic
29 education allocation for any school year. The superintendent of public
30 instruction shall approve such reduction or delay if it does not impair
31 the district's financial condition. Any delay shall not be for more
32 than two school years. Any reduction or delay shall have no impact on
33 levy authority pursuant to RCW 84.52.0531 and local effort assistance
34 pursuant to chapter 28A.500 RCW.

35 (15) The superintendent may distribute funding for the following
36 programs outside the basic education formula during fiscal years 2014
37 and 2015 as follows:

1 (a) \$605,000 of the general fund--state appropriation for fiscal
2 year 2014 and (~~(\$614,000)~~) \$613,000 of the general fund--state
3 appropriation for fiscal year 2015 are provided solely for fire
4 protection for school districts located in a fire protection district
5 as now or hereafter established pursuant to chapter 52.04 RCW.

6 (b) \$436,000 of the general fund--state appropriation for fiscal
7 year 2014 and \$436,000 of the general fund--state appropriation for
8 fiscal year 2015 are provided solely for programs providing skills
9 training for secondary students who are enrolled in extended day
10 school-to-work programs, as approved by the superintendent of public
11 instruction. The funds shall be allocated at a rate not to exceed \$500
12 per full-time equivalent student enrolled in those programs.

13 (16) \$214,000 of the general fund--state appropriation for fiscal
14 year 2014 and (~~(\$217,000)~~) \$216,000 of the general fund--state
15 appropriation for fiscal year 2015 are provided solely for school
16 district emergencies as certified by the superintendent of public
17 instruction. At the close of the fiscal year the superintendent of
18 public instruction shall report to the office of financial management
19 and the appropriate fiscal committees of the legislature on the
20 allocations provided to districts and the nature of the emergency.

21 (17) Funding in this section is sufficient to fund a maximum of 1.6
22 FTE enrollment for skills center students pursuant to chapter 463, Laws
23 of 2007.

24 (18) Students participating in running start programs may be funded
25 up to a combined maximum enrollment of 1.2 FTE including school
26 district and institution of higher education enrollment. In
27 calculating the combined 1.2 FTE, the office of the superintendent of
28 public instruction may average the participating student's September
29 through June enrollment to account for differences in the start and end
30 dates for courses provided by the high school and higher education
31 institution. Additionally, the office of the superintendent of public
32 instruction, in consultation with the state board for community and
33 technical colleges, the student achievement council, and the education
34 data center, shall annually track and report to the fiscal committees
35 of the legislature on the combined FTE experience of students
36 participating in the running start program, including course load
37 analyses at both the high school and community and technical college
38 system.

1 (19) If two or more school districts consolidate and each district
2 was receiving additional basic education formula staff units pursuant
3 to subsection (12) of this section, the following apply:

4 (a) For three school years following consolidation, the number of
5 basic education formula staff units shall not be less than the number
6 of basic education formula staff units received by the districts in the
7 school year prior to the consolidation; and

8 (b) For the fourth through eighth school years following
9 consolidation, the difference between the basic education formula staff
10 units received by the districts for the school year prior to
11 consolidation and the basic education formula staff units after
12 consolidation pursuant to subsection (12) of this section shall be
13 reduced in increments of twenty percent per year.

14 (20)(a) Indirect cost charges by a school district to approved
15 career and technical education middle and secondary programs shall not
16 exceed 15 percent of the combined basic education and career and
17 technical education program enhancement allocations of state funds.
18 Middle and secondary career and technical education programs are
19 considered separate programs for funding and financial reporting
20 purposes under this section.

21 (b) Career and technical education program full-time equivalent
22 enrollment shall be reported on the same monthly basis as the
23 enrollment for students eligible for basic support, and payments shall
24 be adjusted for reported career and technical education program
25 enrollments on the same monthly basis as those adjustments for
26 enrollment for students eligible for basic support.

27 (21) Appropriations in this section are sufficient for the office
28 of the superintendent of public instruction to implement House Bill No.
29 2207 (basic education funding).

30 **Sec. 503.** 2013 2nd sp.s. c 4 s 505 (uncodified) is amended to read
31 as follows:

32 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR PUPIL TRANSPORTATION**

33 General Fund--State Appropriation (FY 2014)	((\$365,120,000))
	<u>\$365,048,000</u>
35 General Fund--State Appropriation (FY 2015)	((\$427,408,000))
	<u>\$429,312,000</u>
37 TOTAL APPROPRIATION	((\$792,528,000))

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

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

(2)(a) For the 2013-14 and 2014-15 school years, the superintendent shall allocate funding to school district programs for the transportation of eligible students as provided in RCW 28A.160.192. Funding in this section for school year 2014-15 constitutes full implementation of RCW 28A.160.192, which enhancement is within the program of basic education. Students are considered eligible only if meeting the definitions provided in RCW 28A.160.160.

(b) For the 2014-15 school year, the superintendent shall allocate funding for approved and operating charter schools as provided in RCW 28A.710.220(3). Per-student allocations for pupil transportation must be calculated using the allocation for the previous school year to the school district in which the charter school is located and the total number of students in the district, and must be distributed to the charter school based on the total number of students enrolled.

~~((b))~~ (c) From July 1, 2013 to August 31, 2013, the superintendent shall allocate funding to school districts programs for the transportation of students as provided in section 505, chapter 50, Laws of 2011 1st sp. sess., as amended.

(3) \$558,000 of the general fund--state appropriation for fiscal year 2015 is provided solely for pupil transportation expected cost funding formula adjustments as provided under this subsection. School districts whose efficiency rating is at least ninety-five percent and whose actual prior year costs exceed the expected cost allocations provided through the pupil transportation funding formula due to exceptional circumstances may apply to the superintendent of public instruction to receive a supplemental funding adjustments for a one-year period to offset the excess costs in whole or in part. The superintendent shall adopt criteria for review of applications, which may include exceptional issues related to geography, student demographics, or other one-time circumstances that are not otherwise addressed in the expected cost model. Differences in costs related to district philosophy, service delivery choice, or accounting practices

1 are not a legitimate basis for transportation adjustments. School
2 districts that receive adjustments under this subsection are not
3 guaranteed adjustments in future years and must reapply. Adjustments
4 may not exceed the total appropriation provided in this subsection for
5 fiscal year 2015.

6 ((+3)) (4) A maximum of \$892,000 of this fiscal year 2014
7 appropriation and a maximum of \$892,000 of the fiscal year 2015
8 appropriation may be expended for regional transportation coordinators
9 and related activities. The transportation coordinators shall ensure
10 that data submitted by school districts for state transportation
11 funding shall, to the greatest extent practical, reflect the actual
12 transportation activity of each district.

13 ((+4)) (5) The office of the superintendent of public instruction
14 shall provide reimbursement funding to a school district for school bus
15 purchases only after the superintendent of public instruction
16 determines that the school bus was purchased from the list established
17 pursuant to RCW 28A.160.195(2) or a comparable competitive bid process
18 based on the lowest price quote based on similar bus categories to
19 those used to establish the list pursuant to RCW 28A.160.195.

20 ((+5)) (6) The superintendent of public instruction shall base
21 depreciation payments for school district buses on the pre-sales tax
22 five-year average of lowest bids in the appropriate category of bus.
23 In the final year on the depreciation schedule, the depreciation
24 payment shall be based on the lowest bid in the appropriate bus
25 category for that school year.

26 ((+6)) (7) Funding levels in this section reflect waivers granted
27 by the state board of education for four-day school weeks as allowed
28 under RCW 28A.305.141.

29 ((+7)) (8) The office of the superintendent of public instruction
30 shall annually disburse payments for bus depreciation in August.

31 **Sec. 504.** 2013 2nd sp.s. c 4 s 506 (uncodified) is amended to read
32 as follows:

33 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SCHOOL FOOD SERVICE**
34 **PROGRAMS**

35	General Fund--State Appropriation (FY 2014)	\$7,111,000
36	General Fund--State Appropriation (FY 2015)	\$7,111,000
37	General Fund--Federal Appropriation	((\$473,326,000))

1 \$501,326,000
 2 TOTAL APPROPRIATION ((~~\$487,548,000~~))
 3 \$515,548,000

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

6 (1) \$7,111,000 of the general fund--state appropriation for fiscal
 7 year 2014 and \$7,111,000 of the general fund--state appropriation for
 8 fiscal year 2015 are provided solely for state matching money for
 9 federal child nutrition programs, and may support the meals for kids
 10 program through the following allowable uses:

11 (a) Elimination of breakfast copays for eligible public school
 12 students and lunch copays for eligible public school students in grades
 13 kindergarten through third grade who are eligible for reduced price
 14 lunch;

15 (b) Assistance to school districts and authorized public and
 16 private nonprofit organizations for supporting summer food service
 17 programs, and initiating new summer food service programs in low-income
 18 areas;

19 (c) Reimbursements to school districts for school breakfasts served
 20 to students eligible for free and reduced price lunch, pursuant to
 21 chapter 287, Laws of 2005; and

22 (d) Assistance to school districts in initiating and expanding
 23 school breakfast programs.

24 The office of the superintendent of public instruction shall report
 25 annually to the fiscal committees of the legislature on annual
 26 expenditures in (a), (b), and (c) of this subsection.

27 **Sec. 505.** 2013 2nd sp.s. c 4 s 507 (uncodified) is amended to read
 28 as follows:

29 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR SPECIAL EDUCATION**
 30 **PROGRAMS**

31 General Fund--State Appropriation (FY 2014) ((~~\$702,149,000~~))
 32 \$693,894,000
 33 General Fund--State Appropriation (FY 2015) ((~~\$738,043,000~~))
 34 \$731,486,000
 35 General Fund--Federal Appropriation ((~~\$462,022,000~~))
 36 \$476,122,000
 37 Education Legacy Trust Account--State Appropriation . . ((~~\$46,151,000~~))

1 \$56,122,000
2 TOTAL APPROPRIATION ((\$1,948,365,000))
3 \$1,957,624,000

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

6 (1) Funding for special education programs is provided on an excess
7 cost basis, pursuant to RCW 28A.150.390. School districts shall ensure
8 that special education students as a class receive their full share of
9 the general apportionment allocation accruing through sections 502 and
10 504 of this act. To the extent a school district cannot provide an
11 appropriate education for special education students under chapter
12 28A.155 RCW through the general apportionment allocation, it shall
13 provide services through the special education excess cost allocation
14 funded in this section.

15 (2)(a) The superintendent of public instruction shall ensure that:
16 (i) Special education students are basic education students first;
17 (ii) As a class, special education students are entitled to the
18 full basic education allocation; and
19 (iii) Special education students are basic education students for
20 the entire school day.

21 (b) The superintendent of public instruction shall continue to
22 implement the full cost method of excess cost accounting, as designed
23 by the committee and recommended by the superintendent, pursuant to
24 section 501(1)(k), chapter 372, Laws of 2006.

25 (3) Each fiscal year appropriation includes such funds as are
26 necessary to complete the school year ending in the fiscal year and for
27 prior fiscal year adjustments.

28 (4)(a) For the 2013-14 and 2014-15 school years, the superintendent
29 shall allocate funding to school district programs for special
30 education students as provided in RCW 28A.150.390, except that the
31 calculation of the base allocation also includes allocations for
32 increased instructional hours (~~for grades seven through twelve~~) as
33 provided under section 502(~~(12)(b), which enhancement is~~)
34 (2)(c)(iii)(B); allocations for parent involvement coordinators in
35 prototypical elementary schools as provided under section 502(4); and
36 guidance counselors in prototypical middle and high schools as provided
37 under section 502(2)(a), which enhancements are within the program of
38 basic education.

1 (b) From July 1, 2013 to August 31, 2013, the superintendent shall
2 allocate funding to school district programs for special education
3 students as provided in section 507, chapter 50, Laws of 2011 1st sp.
4 sess., as amended.

5 (5) The following applies throughout this section: The definitions
6 for enrollment and enrollment percent are as specified in RCW
7 28A.150.390(3). Each district's general fund--state funded special
8 education enrollment shall be the lesser of the district's actual
9 enrollment percent or 12.7 percent.

10 (6) At the request of any interdistrict cooperative of at least 15
11 districts in which all excess cost services for special education
12 students of the districts are provided by the cooperative, the maximum
13 enrollment percent shall be calculated in accordance with RCW
14 28A.150.390(3) (c) and (d), and shall be calculated in the aggregate
15 rather than individual district units. For purposes of this
16 subsection, the average basic education allocation per full-time
17 equivalent student shall be calculated in the aggregate rather than
18 individual district units.

19 (7) (~~(\$22,263,000)~~) \$17,578,000 of the general fund--state
20 appropriation for fiscal year 2014, (~~(\$34,392,000)~~) \$29,948,000 of the
21 general fund--state appropriation for fiscal year 2015, and \$29,574,000
22 of the general fund--federal appropriation are provided solely for
23 safety net awards for districts with demonstrated needs for special
24 education funding beyond the amounts provided in subsection (4) of this
25 section. If the federal safety net awards based on the federal
26 eligibility threshold exceed the federal appropriation in this
27 subsection (7) in any fiscal year, the superintendent shall expend all
28 available federal discretionary funds necessary to meet this need. At
29 the conclusion of each school year, the superintendent shall recover
30 safety net funds that were distributed prospectively but for which
31 districts were not subsequently eligible.

32 (a) For the 2013-14 and 2014-15 school years, safety net funds
33 shall be awarded by the state safety net oversight committee as
34 provided in section 109(1) chapter 548, Laws of 2009 (ESHB 2261).

35 (b) The office of the superintendent of public instruction shall
36 make award determinations for state safety net funding in August of
37 each school year. Determinations on school district eligibility for

1 state safety net awards shall be based on analysis of actual
2 expenditure data from the current school year.

3 (8) A maximum of \$678,000 may be expended from the general fund--
4 state appropriations to fund 5.43 full-time equivalent teachers and 2.1
5 full-time equivalent aides at children's orthopedic hospital and
6 medical center. This amount is in lieu of money provided through the
7 home and hospital allocation and the special education program.

8 (9) The superintendent shall maintain the percentage of federal
9 flow-through to school districts at 85 percent. In addition to other
10 purposes, school districts may use increased federal funds for high-
11 cost students, for purchasing regional special education services from
12 educational service districts, and for staff development activities
13 particularly relating to inclusion issues.

14 (10) A school district may carry over from one year to the next
15 year up to 10 percent of the general fund--state funds allocated under
16 this program; however, carryover funds shall be expended in the special
17 education program.

18 (11) \$252,000 of the general fund--state appropriation for fiscal
19 year 2014 and \$252,000 of the general fund--state appropriation for
20 fiscal year 2015 are provided solely for two additional full-time
21 equivalent staff to support the work of the safety net committee and to
22 provide training and support to districts applying for safety net
23 awards.

24 (12) \$50,000 of the general fund--state appropriation for fiscal
25 year 2014(~~(, \$50,000 of the general fund--state appropriation for~~
26 ~~fiscal year 2015,)) and (~~(\$100,000)~~) \$50,000 of the general fund--
27 federal appropriation shall be expended to support a special education
28 ombudsman program within the office of superintendent of public
29 instruction.~~

30 (13) Beginning in fiscal year 2015, the superintendent of public
31 instruction must enter into an interagency agreement with the office of
32 the education ombuds to provide special education ombuds services. Up
33 to \$50,000 of the general fund--federal appropriation may be used for
34 this purpose.

35 **Sec. 506.** 2013 2nd sp.s. c 4 s 508 (uncodified) is amended to read
36 as follows:

1 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR EDUCATIONAL SERVICE**
2 **DISTRICTS**

3	General Fund--State Appropriation (FY 2014)	((\$8,143,000))
4		<u>\$8,121,000</u>
5	General Fund--State Appropriation (FY 2015)	((\$8,151,000))
6		<u>\$8,224,000</u>
7	TOTAL APPROPRIATION	((\$16,294,000))
8		<u>\$16,345,000</u>

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

11 (1) The educational service districts shall continue to furnish
12 financial services required by the superintendent of public instruction
13 and RCW 28A.310.190 (3) and (4).

14 (2) Funding within this section is provided for regional
15 professional development related to mathematics and science curriculum
16 and instructional strategies aligned with common core state standards
17 and next generation science standards. Funding shall be distributed
18 among the educational service districts in the same proportion as
19 distributions in the 2007-2009 biennium. Each educational service
20 district shall use this funding solely for salary and benefits for a
21 certificated instructional staff with expertise in the appropriate
22 subject matter and in professional development delivery, and for
23 travel, materials, and other expenditures related to providing regional
24 professional development support.

25 (3) The educational service districts, at the request of the state
26 board of education pursuant to RCW 28A.310.010 and 28A.305.130, may
27 receive and screen applications for school accreditation, conduct
28 school accreditation site visits pursuant to state board of education
29 rules, and submit to the state board of education post-site visit
30 recommendations for school accreditation. The educational service
31 districts may assess a cooperative service fee to recover actual plus
32 reasonable indirect costs for the purposes of this subsection.

33 (4) \$100,000 of the general fund--state appropriation for fiscal
34 year 2015 is provided solely for educational service district no. 101
35 to design, develop, and implement an authentic-learning crowdsourcing
36 platform prototype.

1 **Sec. 507.** 2013 2nd sp.s. c 4 s 509 (uncodified) is amended to read
2 as follows:

3 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR LOCAL EFFORT**
4 **ASSISTANCE**

5	General Fund--State Appropriation (FY 2014)	((\$311,174,000))
6		<u>\$311,882,000</u>
7	General Fund--State Appropriation (FY 2015)	((\$335,533,000))
8		<u>\$340,444,000</u>
9	TOTAL APPROPRIATION	((\$646,707,000))
10		<u>\$652,326,000</u>

11 The appropriations in this section are subject to the following
12 conditions and limitations: For purposes of RCW 84.52.0531, the
13 increase per full-time equivalent student is 4.914 percent from the
14 2012-13 school year to the 2013-14 school year and 4.914 percent from
15 the 2013-14 school year to the 2014-15 school year.

16 **Sec. 508.** 2013 2nd sp.s. c 4 s 510 (uncodified) is amended to read
17 as follows:

18 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR INSTITUTIONAL**
19 **EDUCATION PROGRAMS**

20	General Fund--State Appropriation (FY 2014)	((\$15,291,000))
21		<u>\$13,968,000</u>
22	General Fund--State Appropriation (FY 2015)	((\$15,493,000))
23		<u>\$13,964,000</u>
24	TOTAL APPROPRIATION	((\$30,784,000))
25		<u>\$27,932,000</u>

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

28 (1) Each general fund--state fiscal year appropriation includes
29 such funds as are necessary to complete the school year ending in the
30 fiscal year and for prior fiscal year adjustments.

31 (2) State funding provided under this section is based on salaries
32 and other expenditures for a 220-day school year. The superintendent
33 of public instruction shall monitor school district expenditure plans
34 for institutional education programs to ensure that districts plan for
35 a full-time summer program.

36 (3) State funding for each institutional education program shall be

1 based on the institution's annual average full-time equivalent student
2 enrollment. Staffing ratios for each category of institution shall
3 remain the same as those funded in the 1995-97 biennium.

4 (4) The funded staffing ratios for education programs for juveniles
5 age 18 or less in department of corrections facilities shall be the
6 same as those provided in the 1997-99 biennium.

7 (5) (~~(\$1,070,000)~~) \$569,000 of the general fund--state
8 appropriation for fiscal year 2014 and (~~(\$1,070,000)~~) \$569,000 of the
9 general fund--state appropriation for fiscal year 2015 are provided
10 solely to maintain at least one certificated instructional staff and
11 related support services at an institution whenever the K-12 enrollment
12 is not sufficient to support one full-time equivalent certificated
13 instructional staff to furnish the educational program. The following
14 types of institutions are included: Residential programs under the
15 department of social and health services for developmentally disabled
16 juveniles, programs for juveniles under the department of corrections,
17 programs for juveniles under the juvenile rehabilitation
18 administration, and programs for juveniles operated by city and county
19 jails.

20 (6) Ten percent of the funds allocated for each institution may be
21 carried over from one year to the next.

22 **Sec. 509.** 2013 2nd sp.s. c 4 s 511 (uncodified) is amended to read
23 as follows:

24 **FOR PROGRAMS FOR HIGHLY CAPABLE STUDENTS**

25	General Fund--State Appropriation (FY 2014)	(\$9,555,000)
26		<u>\$9,539,000</u>
27	General Fund--State Appropriation (FY 2015)	(\$9,677,000)
28		<u>\$9,685,000</u>
29	TOTAL APPROPRIATION	(\$19,232,000)
30		<u>\$19,224,000</u>

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

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

36 (2)(a) For the 2013-14 and 2014-15 school years, the superintendent
37 shall allocate funding to school district programs for highly capable

1 students as provided in RCW 28A.150.260(10)(c). In calculating the
2 allocations, the superintendent shall assume the following: (i)
3 Additional instruction of 2.1590 hours per week per funded highly
4 capable program student; (ii) fifteen highly capable program students
5 per teacher; (iii) 36 instructional weeks per year; (iv) 900
6 instructional hours per teacher; and (v) the district's average staff
7 mix and compensation rates as provided in sections 503 and 504 of this
8 act.

9 (b) From July 1, 2013, to August 31, 2013, the superintendent shall
10 allocate funding to school districts programs for highly capable
11 students as provided in section 511, chapter 50, Laws of 2011 1st sp.
12 sess., as amended.

13 (3) \$85,000 of the general fund--state appropriation for fiscal
14 year 2014 and \$85,000 of the general fund--state appropriation for
15 fiscal year 2015 are provided solely for the centrum program at Fort
16 Worden state park.

17 **Sec. 510.** 2013 2nd sp.s. c 4 s 512 (uncodified) is amended to read
18 as follows:

19 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR MISCELLANEOUS--NO**
20 **CHILD LEFT BEHIND ACT**

21 General Fund--Federal Appropriation ((~~\$4,052,000~~))
22 \$4,302,000

23 **Sec. 511.** 2013 2nd sp.s. c 4 s 513 (uncodified) is amended to read
24 as follows:

25 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--EDUCATION REFORM**
26 **PROGRAMS**

27 General Fund--State Appropriation (FY 2014) ((~~\$121,840,000~~))
28 \$114,798,000

29 General Fund--State Appropriation (FY 2015) ((~~\$104,524,000~~))
30 \$99,698,000

31 General Fund--Federal Appropriation ((~~\$206,234,000~~))
32 \$217,834,000

33 General Fund--Private/Local Appropriation \$4,002,000

34 Education Legacy Trust Account--State Appropriation \$1,599,000

35 TOTAL APPROPRIATION ((~~\$438,199,000~~))
36 \$437,931,000

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

3 (1)(a) (~~(\$44,575,000)~~) \$38,031,000 of the general fund--state
4 appropriation for fiscal year 2014, (~~(\$27,134,000)~~) \$23,131,000 of the
5 general fund--state appropriation for fiscal year 2015, \$1,350,000 of
6 the education legacy trust account--state appropriation, and
7 \$15,868,000 of the general fund--federal appropriation are provided
8 solely for development and implementation of the Washington state
9 assessment system, including: (i) Development and implementation of
10 retake assessments for high school students who are not successful in
11 one or more content areas and (ii) development and implementation of
12 alternative assessments or appeals procedures to implement the
13 certificate of academic achievement. The superintendent of public
14 instruction shall report quarterly on the progress on development and
15 implementation of alternative assessments or appeals procedures.
16 Within these amounts, the superintendent of public instruction shall
17 contract for the early return of 10th grade student assessment results,
18 on or around June 10th of each year. State funding to districts shall
19 be limited to one collection of evidence payment per student, per
20 content-area assessment.

21 (b) The superintendent of public instruction shall modify the
22 statewide student assessment system and implement assessments developed
23 with a multistate consortium beginning in the 2014-15 school year to
24 assess student proficiency on the standards adopted under RCW
25 28A.655.071 and including the provisions of House Bill No. 1450.

26 (2) \$356,000 of the general fund--state appropriation for fiscal
27 year 2014 and \$356,000 of the general fund--state appropriation for
28 fiscal year 2015 are provided solely for the Washington state
29 leadership and assistance for science education reform (LASER) regional
30 partnership activities coordinated at the Pacific science center,
31 including instructional material purchases, teacher and principal
32 professional development, and school and community engagement events.

33 (3) \$5,851,000 of the general fund--state appropriation for fiscal
34 year 2014 and \$3,935,000 of the general fund--state appropriation for
35 fiscal year 2015 are provided solely for implementation of a new
36 performance-based evaluation for certificated educators and other
37 activities as provided in chapter 235, Laws of 2010 (education reform)
38 and chapter 35, Laws of 2012 (certificated employee evaluations).

1 (4)(a) (~~(\$45,263,000)~~) \$44,879,000 of the general fund--state
2 appropriation for fiscal year 2014 and (~~(\$49,673,000)~~) \$48,746,000 of
3 the general fund--state appropriation for fiscal year 2015 are provided
4 solely for the following bonuses for teachers who hold valid, unexpired
5 certification from the national board for professional teaching
6 standards and who are teaching in a Washington public school, subject
7 to the following conditions and limitations:

8 (i) For national board certified teachers, a bonus of \$5,090 per
9 teacher in the 2013-14 and 2014-15 school years;

10 (ii) An additional \$5,000 annual bonus shall be paid to national
11 board certified teachers who teach in either: (A) High schools where
12 at least 50 percent of student headcount enrollment is eligible for
13 federal free or reduced price lunch, (B) middle schools where at least
14 60 percent of student headcount enrollment is eligible for federal free
15 or reduced price lunch, or (C) elementary schools where at least 70
16 percent of student headcount enrollment is eligible for federal free or
17 reduced price lunch;

18 (iii) The superintendent of public instruction shall adopt rules to
19 ensure that national board certified teachers meet the qualifications
20 for bonuses under (a)(ii) of this subsection for less than one full
21 school year receive bonuses in a pro-rated manner. All bonuses in
22 (a)(i) and (ii) of this subsection will be paid in July of each school
23 year. Bonuses in (a)(i) and (ii) of this subsection shall be reduced
24 by a factor of 40 percent for first year NBPTS certified teachers, to
25 reflect the portion of the instructional school year they are
26 certified; and

27 (iv) During the 2013-14 and 2014-15 school years, and within
28 available funds, certificated instructional staff who have met the
29 eligibility requirements and have applied for certification from the
30 national board for professional teaching standards may receive a
31 conditional loan of two thousand dollars or the amount set by the
32 office of the superintendent of public instruction to contribute toward
33 the current assessment fee, not including the initial up-front
34 candidacy payment. The fee shall be an advance on the first annual
35 bonus under RCW 28A.405.415. The conditional loan is provided in
36 addition to compensation received under a district's salary schedule
37 and shall not be included in calculations of a district's average
38 salary and associated salary limitation under RCW 28A.400.200.

1 Recipients who fail to receive certification after three years are
2 required to repay the conditional loan. The office of the
3 superintendent of public instruction shall adopt rules to define the
4 terms for initial grant of the assessment fee and repayment, including
5 applicable fees. To the extent necessary, the superintendent may use
6 revenues from the repayment of conditional loan scholarships to ensure
7 payment of all national board bonus payments required by this section
8 in each school year.

9 (5) \$477,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$477,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely for the leadership internship
12 program for superintendents, principals, and program administrators.

13 (6) \$950,000 of the general fund--state appropriation for fiscal
14 year 2014 and \$950,000 of the general fund--state appropriation for
15 fiscal year 2015 are provided solely for the Washington reading corps.
16 The superintendent shall allocate reading corps members to low-
17 performing schools and school districts that are implementing
18 comprehensive, proven, research-based reading programs. Two or more
19 schools may combine their Washington reading corps programs.

20 (7) \$810,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$810,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely for the development of a
23 leadership academy for school principals and administrators. The
24 superintendent of public instruction shall contract with an independent
25 organization to operate a state-of-the-art education leadership academy
26 that will be accessible throughout the state. Semiannually the
27 independent organization shall report on amounts committed by
28 foundations and others to support the development and implementation of
29 this program. Leadership academy partners shall include the state
30 level organizations for school administrators and principals, the
31 superintendent of public instruction, the professional educator
32 standards board, and others as the independent organization shall
33 identify.

34 (8) \$2,000,000 of the general fund--state appropriation for fiscal
35 year 2014 and \$2,000,000 of the general fund--state appropriation for
36 fiscal year 2015 are provided solely for a statewide information
37 technology (IT) academy program. This public-private partnership will

1 provide educational software, as well as IT certification and software
2 training opportunities for students and staff in public schools.

3 (9) \$1,277,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$1,277,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely for secondary career and technical
6 education grants pursuant to chapter 170, Laws of 2008. If equally
7 matched by private donations, \$300,000 of the 2014 appropriation and
8 \$300,000 of the 2015 appropriation shall be used to support FIRST
9 robotics programs. Of the amounts in this subsection, \$100,000 of the
10 fiscal year 2014 appropriation and \$100,000 of the fiscal year 2015
11 appropriation are provided solely for the purpose of statewide
12 supervision activities for career and technical education student
13 leadership organizations.

14 (10) \$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) 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 (11) \$135,000 of the general fund--state appropriation for fiscal
24 year 2014 and \$135,000 of the general fund--state appropriation for
25 fiscal year 2015 are provided solely for science, technology,
26 engineering and mathematics lighthouse projects, consistent with
27 chapter 238, Laws of 2010.

28 (12) \$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 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 (13) \$250,000 of the general fund--state appropriation for fiscal
5 year 2014 and \$250,000 of the general fund--state appropriation for
6 fiscal year 2015 are provided solely for advanced project lead the way
7 courses at ten high schools. To be eligible for funding in 2014, a
8 high school must have offered a foundational project lead the way
9 course during the 2012-13 school year. The 2014 funding must be used
10 for one-time start-up course costs for an advanced project lead the way
11 course, to be offered to students beginning in the 2013-14 school year.
12 To be eligible for funding in 2015, a high school must have offered a
13 foundational project lead the way course during the 2013-14 school
14 year. The 2015 funding must be used for one-time start-up course costs
15 for an advanced project lead the way course, to be offered to students
16 beginning in the 2014-15 school year. The office of the superintendent
17 of public instruction and the education research and data center at the
18 office of financial management shall track student participation and
19 long-term outcome data.

20 (14) \$300,000 of the general fund--state appropriation for fiscal
21 year 2014 and \$300,000 of the general fund--state appropriation for
22 fiscal year 2015 are provided solely for annual start-up grants for
23 aerospace and manufacturing technical programs housed at four skill
24 centers. The grants are provided for start-up equipment and curriculum
25 purchases. To be eligible for funding, the skill center must agree to
26 provide regional high schools with access to a technology laboratory,
27 expand manufacturing certificate and course offerings at the skill
28 center, and provide a laboratory space for local high school teachers
29 to engage in professional development in the instruction of courses
30 leading to student employment certification in the aerospace and
31 manufacturing industries. Once a skill center receives a start-up
32 grant, it is ineligible for additional start-up funding in the
33 following school year. The office of the superintendent of public
34 instruction shall administer the grants in consultation with the center
35 for excellence for aerospace and advanced materials manufacturing.

36 (15) \$150,000 of the general fund--state appropriation for fiscal
37 year 2014 and \$150,000 of the general fund--state appropriation for
38 fiscal year 2015 are provided solely for annual start-up grants to six

1 high schools to implement the aerospace assembler program.
2 Participating high schools must agree to offer the aerospace assembler
3 training program to students by spring semester of school year 2013-14.
4 Once a high school receives a start-up grant, it is ineligible for
5 additional start-up funding in the following school year. The office
6 of the superintendent of public instruction and the education research
7 and data center at the office of financial management shall track
8 student participation and long-term outcome data.

9 (16) \$10,000,000 of the general fund--state appropriation for
10 fiscal year 2014 and (~~(\$5,000,000)~~) \$5,027,000 of the general fund--
11 state appropriation for fiscal year 2015 are provided solely for the
12 provision of training for teachers in the performance-based teacher
13 principal evaluation program. Of the amounts appropriated in this
14 subsection, \$5,000,000 for fiscal year 2014 is a one-time
15 appropriation, and \$27,000 for fiscal year 2015 is a one-time
16 appropriation provided solely for the office of the superintendent of
17 public instruction to include foundational elements of cultural
18 competence that are aligned with standards developed by the
19 professional educator standards board within the content of the
20 training.

21 (17) \$3,600,000 of the general fund--state appropriation for fiscal
22 year 2014 and \$6,681,000 of the general fund--state appropriation for
23 fiscal year 2015 are provided solely for the implementation of
24 Engrossed Second Substitute Senate Bill No. 5329 (persistently failing
25 schools). If the bill is not enacted by June 30, 2013, the amounts
26 provided in this subsection shall lapse.

27 (18) \$100,000 of the general fund--state appropriation for fiscal
28 year 2014 and \$100,000 of the general fund--state appropriation for
29 fiscal year 2015 are provided solely to promote the financial literacy
30 of students. The effort will be coordinated through the financial
31 literacy public-private partnership.

32 (19) \$109,000 of the general fund--state appropriation for fiscal
33 year 2014 and \$99,000 of the general fund--state appropriation for
34 fiscal year 2015 are provided solely for the office of the
35 superintendent of public instruction to implement a youth dropout
36 prevention program that incorporates partnerships between community-
37 based organizations, schools, food banks and farms or gardens. The
38 office of the superintendent of public instruction shall select one

1 school district that must partner with an organization that is
2 operating an existing similar program and that also has the ability to
3 serve at least 40 students. Of the amount appropriated in this
4 subsection, up to \$10,000 may be used by the office of the
5 superintendent of public instruction for administration of the program.

6 (20) (~~(\$2,399,000)~~) \$2,285,000 of the general fund--state
7 appropriation for fiscal year 2014 and (~~(\$2,035,000)~~) \$1,912,000 of the
8 general fund--state appropriation for fiscal year 2015 are provided
9 solely to implement Engrossed Substitute Senate Bill No. 5946
10 (strengthening student educational outcomes). If the bill is not
11 enacted by June 30, 2013, the amounts provided in this subsection shall
12 lapse.

13 (21) \$1,110,000 of the general fund--state appropriation for fiscal
14 year 2014 and \$1,061,000 of the general fund--state appropriation for
15 fiscal year 2015 are provided solely for chapter 184, Laws of 2013
16 (Second Substitute House Bill No. 1642) (academic acceleration). Of
17 the amount appropriated in this section, forty-nine thousand is
18 provided as one-time funding.

19 (22) \$200,000 of the general fund--state appropriation for fiscal
20 year 2015 is provided solely for implementation of House Bill No. 2553
21 (lowest-achieving schools). If the bill is not enacted by June 30,
22 2014, the amount provided in this subsection shall lapse.

23 **Sec. 512.** 2013 2nd sp.s. c 4 s 514 (uncodified) is amended to read
24 as follows:

25 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR TRANSITIONAL**
26 **BILINGUAL PROGRAMS**

27	General Fund--State Appropriation (FY 2014)	((\$95,500,000))
28		<u>\$97,796,000</u>
29	General Fund--State Appropriation (FY 2015)	((\$106,120,000))
30		<u>\$110,084,000</u>
31	General Fund--Federal Appropriation	((\$71,016,000))
32		<u>\$72,116,000</u>
33	TOTAL APPROPRIATION	((\$272,636,000))
34		<u>\$279,996,000</u>

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

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

4 (2)(a) For the 2013-14 and 2014-15 school years, the superintendent
5 shall allocate funding to school districts for transitional bilingual
6 programs under RCW 28A.180.010 through 28A.180.080, including programs
7 for exited students, as provided in RCW 28A.150.260(10)(b) and the
8 provisions of this section. In calculating the allocations, the
9 superintendent shall assume the following averages: (i) Additional
10 instruction of 4.7780 hours per week per transitional bilingual program
11 student in grades kindergarten through twelve in school years 2013-14
12 and 2014-15; (ii) additional instruction of 3.0000 hours per week in
13 school year 2013-14 for the head count number of students who have
14 exited the transitional bilingual instruction program within the
15 previous school year based on their performance on the English
16 proficiency assessment; (iii) additional instruction of 3.0000 hours
17 per week in school year 2014-15 for the head count number of students
18 who have exited the transitional bilingual instruction program within
19 the previous two years based on their performance on the English
20 proficiency assessment; (iv) fifteen transitional bilingual program
21 students per teacher; (v) 36 instructional weeks per year; (vi) 900
22 instructional hours per teacher; and (vii) the district's average staff
23 mix and compensation rates as provided in sections 503 and 504 of this
24 act.

25 (b) From July 1, 2013, to August 31, 2013, the superintendent shall
26 allocate funding to school districts for transitional bilingual
27 instruction programs as provided in section 514, chapter 50, Laws of
28 2011 1st sp. sess., as amended.

29 (3) The superintendent may withhold allocations to school districts
30 in subsection (2) of this section solely for the central provision of
31 assessments as provided in RCW 28A.180.090 (1) and (2) up to the
32 following amounts: (~~(1.76)~~) 1.70 percent for school year 2013-14 and
33 (~~(1.59)~~) 1.53 percent for school year 2014-15.

34 (4) The general fund--federal appropriation in this section is for
35 migrant education under Title I Part C and English language
36 acquisition, and language enhancement grants under Title III of the
37 elementary and secondary education act.

1 (5) \$35,000 of the general fund--state appropriation for fiscal
2 year 2014 and \$35,000 of the general fund--state appropriation for
3 fiscal year 2015 are provided solely to track current and former
4 transitional bilingual program students.

5 **Sec. 513.** 2013 2nd sp.s. c 4 s 515 (uncodified) is amended to read
6 as follows:

7 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION--FOR THE LEARNING**
8 **ASSISTANCE PROGRAM**

9	General Fund--State Appropriation (FY 2014)	((\$196,356,000))
10		<u>\$194,728,000</u>
11	General Fund--State Appropriation (FY 2015)	((\$218,335,000))
12		<u>\$214,877,000</u>
13	General Fund--Federal Appropriation	((\$448,434,000))
14		<u>\$450,534,000</u>
15	TOTAL APPROPRIATION	((\$863,125,000))
16		<u>\$860,139,000</u>

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

19 (1) The general fund--state appropriations in this section are
20 subject to the following conditions and limitations:

21 (a) The appropriations include such funds as are necessary to
22 complete the school year ending in the fiscal year and for prior fiscal
23 year adjustments.

24 (b)(i) For the 2013-14 and 2014-15 school years, the superintendent
25 shall allocate funding to school districts for learning assistance
26 programs as provided in RCW 28A.150.260(10)(a), except that the
27 allocation for the additional instructional hours shall be enhanced as
28 provided in this section, which enhancements are within the program of
29 the basic education. In calculating the allocations, the
30 superintendent shall assume the following averages: (A) Additional
31 instruction of 2.3975 hours per week per funded learning assistance
32 program student for the 2013-14 school year and the 2014-15 school
33 year; (B) fifteen learning assistance program students per teacher; (C)
34 36 instructional weeks per year; (D) 900 instructional hours per
35 teacher; and (E) the district's average staff mix and compensation
36 rates as provided in sections 503 and 504 of this act.

1 (ii) From July 1, 2013, to August 31, 2013, the superintendent
2 shall allocate funding to school districts for learning assistance
3 programs as provided in section 515, chapter 50, Laws of 2011 1st sp.
4 sess., as amended.

5 (c) A school district's funded students for the learning assistance
6 program shall be the sum of the district's full-time equivalent
7 enrollment in grades K-12 for the prior school year multiplied by the
8 district's percentage of October headcount enrollment in grades K-12
9 eligible for free or reduced price lunch in the prior school year.
10 Starting with the allocation for the 2014-15 school year, the prior
11 school year's October headcount enrollment for free and reduced price
12 lunch shall be as reported in the comprehensive education data and
13 research system.

14 (2) Allocations made pursuant to subsection (1) of this section
15 shall be adjusted to reflect ineligible applications identified through
16 the annual income verification process required by the national school
17 lunch program, as recommended in the report of the state auditor on the
18 learning assistance program dated February, 2010.

19 (3) The general fund--federal appropriation in this section is
20 provided for Title I Part A allocations of the no child left behind act
21 of 2001.

22 (4) A school district may carry over from one year to the next up
23 to 10 percent of the general fund--state funds allocated under this
24 program; however, carryover funds shall be expended for the learning
25 assistance program.

26 **Sec. 514.** 2013 2nd sp.s. c 4 s 516 (uncodified) is amended to read
27 as follows:

28 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION**

29 (1) Amounts distributed to districts by the superintendent through
30 part V of this act are for allocations purposes only, unless specified
31 by part V of this act, and do not entitle a particular district,
32 district employee, or student to a specific service, beyond what has
33 been expressly provided in statute. Part V of this act restates the
34 requirements of various sections of Title 28A RCW. If any conflict
35 exists, the provisions of Title 28A RCW control unless this act
36 explicitly states that it is providing an enhancement. Any amounts

1 provided in part V of this act in excess of the amounts required by
2 Title 28A RCW provided in statute, are not within the program of basic
3 education unless clearly stated by this act.

4 (2) To the maximum extent practicable, when adopting new or revised
5 rules or policies relating to the administration of allocations in part
6 V of this act that result in fiscal impact, the office of the
7 superintendent of public instruction shall attempt to seek legislative
8 approval through the budget request process.

9 (3) Appropriations made in this act to the office of the
10 superintendent of public instruction shall initially be allotted as
11 required by this act. Subsequent allotment modifications shall not
12 include transfers of moneys between sections of this act, except as
13 expressly provided in subsection (4) of this section.

14 (4) The appropriations to the office of the superintendent of
15 public instruction in this act shall be expended for the programs and
16 amounts specified in this act. However, after May 1, 2014, unless
17 specifically prohibited by this act and after approval by the director
18 of financial management, the superintendent of public instruction may
19 transfer state general fund appropriations for fiscal year 2014 among
20 the following programs to meet the apportionment schedule for a
21 specified formula in another of these programs: General apportionment;
22 employee compensation adjustments; pupil transportation; special
23 education programs; institutional education programs; transitional
24 bilingual programs; highly capable; and learning assistance programs.

25 (5) The director of financial management shall notify the
26 appropriate legislative fiscal committees in writing prior to approving
27 any allotment modifications or transfers under this section.

28 NEW SECTION. Sec. 515. A new section is added to 2013 2nd sp.s.
29 c 4 (uncodified) to read as follows:

30 **FOR THE WASHINGTON STATE CHARTER SCHOOL COMMISSION**

31	General Fund--State Appropriation (FY 2014)	\$466,000
32	General Fund--State Appropriation (FY 2015)	\$572,000
33	TOTAL APPROPRIATION	\$1,038,000

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

36 (1) \$125,000 of the general fund--state appropriation for fiscal

1 year 2014 is provided solely for the office of the attorney general
2 costs related to *League of Women Voters v. State of Washington*.

3 (2) \$137,000 of the general fund--state appropriation for fiscal
4 year 2015 is provided solely for charter school evaluation and
5 oversight.

(End of part)

PART VI
HIGHER EDUCATION

Sec. 601. 2013 2nd sp.s. c 4 s 602 (uncodified) is amended to read as follows:

(1) Within the amounts appropriated in this act and chapter 1, Laws of 2013 3rd sp. sess. (aerospace industry appropriations), each institution of higher education is expected to enroll and educate at least the following numbers of full-time equivalent state-supported students per academic year:

	2013-14	2014-15
	Annual Average	Annual Average
University of Washington	37,162	37,162
Washington State University	22,228	((22,228)) <u>22,538</u>
Central Washington University	9,105	9,105
Eastern Washington University	8,734	8,734
The Evergreen State College	((4,335)) <u>4,213</u>	((4,335)) <u>4,213</u>
Western Washington University	((12,710)) <u>11,762</u>	((12,710)) <u>11,762</u>
State Board for Community & Technical Colleges		
Adult Students	139,237	((139,237)) <u>139,927</u>
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.

1 (3) For purposes of monitoring and reporting statewide enrollment,
2 the University of Washington and Washington State University shall
3 notify the office of financial management of the number of full-time
4 student equivalent enrollments budgeted for each of their campuses.

5 **Sec. 602.** 2013 2nd sp.s. c 4 s 603 (uncodified) is amended to read
6 as follows:

7 **PUBLIC BACCALAUREATE INSTITUTIONS**

8 (1) In order to operate within the state funds appropriated in this
9 act, the governing boards of the state research universities, the state
10 regional universities, and The Evergreen State College are authorized
11 to adopt and adjust tuition and fees for the 2013-14 and 2014-15
12 academic years as provided in this section.

13 (2) For the purposes of chapter 28B.15 RCW, the omnibus
14 appropriations act assumes no increase of tuition levels for resident
15 undergraduate students over the amounts charged to resident
16 undergraduate students for the prior year.

17 (3) Appropriations in sections 606 through 611 of this act are
18 sufficient to maintain resident undergraduate tuition levels at the
19 levels charged to resident undergraduate students during the 2012-13
20 academic year. As a result, for the 2013-14 academic year, the
21 institutions of higher education shall not adopt resident undergraduate
22 tuition levels that are greater than the tuition levels assumed in
23 subsection (2) of this section. For the 2014-15 academic year, the
24 institutions of higher education are authorized to adopt tuition levels
25 for resident undergraduate students that are less than, equal to, or
26 greater than tuition levels assumed in the omnibus appropriations act
27 in subsection (2) of this section. However, ~~((to the extent))~~ every
28 year that tuition levels ~~((exceed the))~~ are maintained above tuition
29 ~~((levels))~~ increases assumed in subsection (2) of this section and
30 section 603, chapter 50, Laws of 2011, the institution of higher
31 education shall be subject to the conditions and limitations provided
32 in RCW 28B.15.102.

33 (4) Each governing board is authorized to increase tuition charges
34 to graduate and professional students, and to nonresident undergraduate
35 students, by amounts judged reasonable and necessary by the governing
36 board.

1 (5) Each governing board is authorized to increase summer quarter
2 or semester tuition fees for resident and nonresident undergraduate,
3 graduate, and professional students pursuant to RCW 28B.15.067.

4 (6) Each governing board is authorized to adopt or increase charges
5 for fee-based, self-sustaining degree programs, credit courses,
6 noncredit workshops and courses, and special contract courses by
7 amounts judged reasonable and necessary by the governing board.

8 (7) Each governing board is authorized to adopt or increase
9 services and activities fees for all categories of students as provided
10 in RCW 28B.15.069.

11 (8) Each governing board is authorized to adopt or increase
12 technology fees as provided in RCW 28B.15.069.

13 (9) Each governing board is authorized to adopt or increase special
14 course and lab fees, and health and counseling fees, to the extent
15 necessary to cover the reasonable and necessary exceptional cost of the
16 course or service.

17 (10) Each governing board is authorized to adopt or increase
18 administrative fees such as, but not limited to, those charged for
19 application, matriculation, special testing, and transcripts by amounts
20 judged reasonable and necessary by the governing board.

21 (11) The state universities, the regional universities, and The
22 Evergreen State College must accept the transfer of college-level
23 courses taken by running start students if a student seeking a transfer
24 of the college-level courses has been admitted to the state university,
25 the regional university, or The Evergreen State College, and if the
26 college-level courses are recognized as transferrable by the admitting
27 institution of higher education.

28 (12) Appropriations in sections 606 through 611 of this act are
29 sufficient to implement 2013-2015 collective bargaining agreements at
30 institutions of higher education negotiated under chapter 41.80 RCW.
31 The institutions may also use these funds for any other purpose
32 including restoring prior compensation reductions, increasing
33 compensation, and implementing other collective bargaining agreements.

34 **Sec. 603.** 2013 2nd sp.s. c 4 s 605 (uncodified) is amended to read
35 as follows:

36 **FOR THE STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES**

37 General Fund--State Appropriation (FY 2014) (~~(\$570,262,000)~~)

1 job seekers regarding education, training, and employment in the
2 industry.

3 (4) \$181,000 of the general fund--state appropriation for fiscal
4 year 2014 and \$181,000 of the general fund--state appropriation for
5 fiscal year 2015 are provided solely for the opportunity center for
6 employment and education internet technology integration project at
7 north Seattle community college.

8 (5) \$255,000 of the general fund--state appropriation for fiscal
9 year 2014 and \$255,000 of the general fund--state appropriation for
10 fiscal year 2015 are provided solely for implementation of a maritime
11 industries training program at south Seattle community college.

12 (6) \$5,250,000 of the general fund--state appropriation for fiscal
13 year 2014 and \$5,250,000 of the general fund--state appropriation for
14 fiscal year 2015 are provided solely for the student achievement
15 initiative.

16 (7) \$500,000 of the general fund--state appropriation for fiscal
17 year 2014 is provided solely for implementation of Second Substitute
18 Senate Bill No. 5624 (STEM or career and tech ed). If the bill is not
19 enacted by June 30, 2013, the amount provided in this subsection shall
20 lapse.

21 (8) \$300,000 of the general fund--state appropriation for fiscal
22 year 2015 is provided solely for Seattle community college to conduct
23 planning for establishing a health training center at the Pacific
24 medical center.

25 (9) \$350,000 of the general fund--state appropriation for fiscal
26 year 2015 is provided solely for a pilot project to embed the year up
27 model within community college campuses.

28 (10) \$13,000 of the general fund--state appropriation for fiscal
29 year 2014 and \$168,000 of the general fund--state appropriation for
30 fiscal year 2015 are provided solely for the implementation of
31 Substitute House Bill No. 2365 (paraeducator development). If the bill
32 is not enacted by June 30, 2014, the amounts provided in this
33 subsection shall lapse.

34 (11) \$410,000 of the general fund--state appropriation for fiscal
35 year 2015 is provided solely for the mathematics engineering science
36 achievement community college programs.

37 ~~((+8))~~ (12) Community and technical colleges are not required to
38 send mass mailings of course catalogs to residents of their districts.

1 Community and technical colleges shall consider lower cost
2 alternatives, such as mailing postcards or brochures that direct
3 individuals to online information and other ways of acquiring print
4 catalogs.

5 ((+9)) (13) The state board for community and technical colleges
6 shall not use funds appropriated in this section to support
7 intercollegiate athletics programs.

8 **Sec. 604.** 2013 2nd sp.s. c 4 s 606 (uncodified) is amended to read
9 as follows:

10 **FOR THE UNIVERSITY OF WASHINGTON**

11	General Fund--State Appropriation (FY 2014)	((\$246,897,000))
12		<u>\$247,277,000</u>
13	General Fund--State Appropriation (FY 2015)	((\$245,200,000))
14		<u>\$246,732,000</u>
15	Geoduck Aquaculture Research Account--State	
16	Appropriation	\$300,000
17	Education Legacy Trust Account--State Appropriation	\$13,998,000
18	Economic Development Strategic Reserve Account--	
19	State Appropriation	\$3,000,000
20	Biotoxin Account--State Appropriation	\$390,000
21	Accident Account--State Appropriation	\$6,741,000
22	Medical Aid Account--State Appropriation	\$6,546,000
23	Aquatic Land Enhancement Account--State Appropriation	\$700,000
24	State Toxics Control Account--State Appropriation	\$1,120,000
25	TOTAL APPROPRIATION	((\$524,892,000))
26		<u>\$526,804,000</u>

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

29 (1) \$300,000 of the geoduck aquaculture research account--state
30 appropriation is provided solely for the University of Washington sea
31 grant program to commission scientific research studies that examine
32 possible negative and positive effects, including the cumulative
33 effects and the economic contribution, of evolving shellfish
34 aquaculture techniques and practices on Washington's economy and marine
35 ecosystems. The research conducted for the studies is not intended to
36 be a basis for an increase in the number of shellfish harvesting
37 permits available and should be coordinated with any research efforts

1 related to ocean acidification. The University of Washington must
2 submit an annual report detailing any findings and outline the progress
3 of the study, consistent with RCW 43.01.036, to the appropriate
4 legislative committees by December 1st of each year.

5 (2) \$52,000 of the general fund--state appropriation for fiscal
6 year 2014 and \$52,000 of the general fund--state appropriation for
7 fiscal year 2015 are provided solely for the center for international
8 trade in forest products in the college of forest resources.

9 (3) \$4,459,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$4,459,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely for the expansion of computer
12 science and engineering enrollments. The university will work with the
13 education research and data center to establish program baselines and
14 demonstrate enrollment increases. By September 1, 2014, and each
15 September 1st thereafter, the university shall provide a report that
16 provides the specific detail on how these amounts were spent in the
17 preceding fiscal year, including but not limited to the cost per
18 student, student completion rates, and the number of low-income
19 students enrolled in each program, any process changes or best-
20 practices implemented by the college, and how many students are
21 enrolled in computer science and engineering programs above the 2012-
22 2013 academic year baseline.

23 (4) \$3,000,000 of the general fund--state appropriation for fiscal
24 year 2014 and \$3,000,000 of the general fund--state appropriation for
25 fiscal year 2015 are provided solely for creation of a clean energy
26 institute. The institute shall integrate physical sciences and
27 engineering with a research focus on energy storage and solar energy.

28 (5) \$3,000,000 of the economic development strategic reserve
29 account appropriation is provided solely to support the joint center
30 for aerospace innovation technology.

31 (6) Within existing resources the University of Washington may:
32 (a) Form and implement an integrated innovation institute and research,
33 planning, and outreach initiatives at the Olympic national resources
34 center; and (b) accredit a four-year undergraduate forestry program
35 from the society of American foresters. Accreditation may occur in
36 conjunction with reaccreditation of the master of forest resources
37 program.

1 (7) \$700,000 of the aquatic lands enhancement account--state
2 appropriation and \$1,120,000 of the state toxics control account--state
3 appropriation are provided solely for the center on ocean acidification
4 and related work necessary to implement the recommendations of the
5 governor's blue ribbon task force on ocean acidification. The
6 university shall provide staffing for this purpose.

7 (8) \$1,000,000 of the general fund--state appropriation for fiscal
8 year 2015 is provided solely for the institute of protein design to
9 support the commercialization of translational projects.

10 (9) \$150,000 of the general fund--state appropriation for fiscal
11 year 2015 is provided solely for the Burke museum's hands-on science
12 curriculum.

13 ((+8)) (10) The University of Washington shall not use funds
14 appropriated in this section to support intercollegiate athletics
15 programs.

16 **Sec. 605.** 2013 2nd sp.s. c 4 s 607 (uncodified) is amended to read
17 as follows:

18 **FOR WASHINGTON STATE UNIVERSITY**

19	General Fund--State Appropriation (FY 2014)	((\$156,616,000))
20		<u>\$157,108,000</u>
21	General Fund--State Appropriation (FY 2015)	((\$157,701,000))
22		<u>\$160,494,000</u>
23	Education Legacy Trust Account--State Appropriation	\$33,995,000
24	TOTAL APPROPRIATION	((\$348,312,000))
25		<u>\$351,597,000</u>

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

28 (1) Within existing resources, Washington State University shall
29 establish an accredited forestry program.

30 (2) \$2,856,000 of the general fund--state appropriation for fiscal
31 year 2014 and \$2,857,000 of the general fund--state appropriation for
32 fiscal year 2015 are provided solely for the expansion of computer
33 science and engineering enrollments. The university will work with the
34 education research and data center to establish program baselines and
35 demonstrate enrollment increases. By September 1, 2014, and each
36 September 1st thereafter, the university shall provide a report that
37 provides the specific detail on how these amounts were spent in the

1 preceding fiscal year, including but not limited to the cost per
2 student, student completion rates, and the number of low-income
3 students enrolled in each program, any process changes or best-
4 practices implemented by the college, and how many students are
5 enrolled in computer science and engineering programs above the 2012-
6 2013 academic year baseline.

7 (3) \$25,000 of the general fund--state appropriation for fiscal
8 year 2014 is provided solely for the Ruckelshaus center to collaborate
9 with local governments, the media, and representatives of the public
10 regarding public record requests made to local government. The center
11 shall facilitate meetings and discussions and report to the appropriate
12 committees of the legislature. The report shall include information
13 on:

- 14 (a) Recommendations related to balancing open public records with
15 concerns of local governments related to interfering with the work of
16 the local government;
- 17 (b) Resources necessary to accommodate requests;
- 18 (c) Potential harassment of government employees;
- 19 (d) Potential safety concerns of people named in the record;
- 20 (e) Potentially assisting criminal activity; and
- 21 (f) Other issues brought forward by the participants.

22 The center shall report to the appropriate committees of the
23 legislature by December 15, 2013.

24 (4) \$300,000 of the general fund--state appropriation for fiscal
25 year 2014 and \$300,000 of the general fund--state appropriation for
26 fiscal year 2015 are provided solely for the Washington State
27 University agricultural research center to conduct public outreach and
28 education related to nonlethal methods of mitigating conflicts between
29 livestock and large wild carnivores. Of the amounts provided in this
30 subsection, \$200,000 of the general fund--state appropriation for
31 fiscal year 2014 and \$200,000 of the general fund--state appropriation
32 for fiscal year 2015 are provided solely to the center to conduct a
33 detailed analysis of such methods. The amounts appropriated in this
34 subsection may not be subject to an administrative fee or charge, and
35 must be used for costs directly associated with the research and
36 analysis.

37 (5) \$2,400,000 of the general fund--state appropriation for fiscal

1 year 2014 and \$3,600,000 of the general fund--state appropriation for
2 fiscal year 2015 are provided solely for expansion of medical education
3 and biomedical research in Spokane.

4 (6) \$1,989,000 of the general fund--state appropriation for fiscal
5 year 2015 is provided solely for the transfer of the university center
6 of north Puget Sound from the state board of community and technical
7 colleges to the Washington State University. Funding is sufficient to
8 support 310 full-time equivalent students.

9 (7) \$250,000 of the general fund--state appropriation for fiscal
10 year 2014 and \$500,000 of the general fund--state appropriation for
11 fiscal year 2015 are provided solely for state match requirements
12 related to the federal aviation administration grant.

13 (8) \$300,000 of the general fund--state appropriation for fiscal
14 year 2015 is provided solely for implementation of Engrossed Second
15 Substitute House Bill No. 2347 (oil transportation safety). If the
16 bill is not enacted by June 30, 2014, the amount provided in this
17 subsection shall lapse.

18 ~~((+6))~~ (9) Washington State University shall not use funds
19 appropriated in this section to support intercollegiate athletic
20 programs.

21 **Sec. 606.** 2013 2nd sp.s. c 4 s 608 (uncodified) is amended to read
22 as follows:

23 **FOR EASTERN WASHINGTON UNIVERSITY**

24	General Fund--State Appropriation (FY 2014)	(((\$31,674,000))
25		<u>\$31,428,000</u>
26	General Fund--State Appropriation (FY 2015)	(((\$31,619,000))
27		<u>\$31,374,000</u>
28	Education Legacy Trust Account--State Appropriation	\$15,470,000
29	TOTAL APPROPRIATION	(((\$78,763,000))
30		<u>\$78,272,000</u>

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

33 (1) At least \$200,000 of the general fund--state appropriation for
34 fiscal year 2014 and at least \$200,000 of the general fund--state
35 appropriation for fiscal year 2015 shall be expended on the Northwest
36 autism center.

1 (2) Eastern Washington University shall not use funds appropriated
2 in this section to support intercollegiate athletics programs.

3 **Sec. 607.** 2013 2nd sp.s. c 4 s 609 (uncodified) is amended to read
4 as follows:

5 **FOR CENTRAL WASHINGTON UNIVERSITY**

6	General Fund--State Appropriation (FY 2014)	((\$29,719,000))
7		<u>\$29,764,000</u>
8	General Fund--State Appropriation (FY 2015)	((\$29,533,000))
9		<u>\$29,577,000</u>
10	Education Legacy Trust Account--State Appropriation	\$19,076,000
11	TOTAL APPROPRIATION	((\$78,328,000))
12		<u>\$78,417,000</u>

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

15 (1) \$25,000 of the general fund--state appropriation for fiscal
16 year 2014 is provided solely for the college of education to conduct a
17 study identifying the duties encompassed in a state-funded teacher's
18 typical work day. The study must include an estimate of the percent of
19 a teacher's typical day that is spent on teaching related duties and
20 the percentage of the teacher's day that is spent on duties that are
21 not directly related to teaching. The university shall submit a report
22 to the appropriate committees of the legislature by December 1, 2013.

23 (2) Amounts appropriated in this section are sufficient for the
24 university to develop a plan to create an online degree granting entity
25 that awards degrees based on an alternative credit model. The
26 university shall submit a final plan by December 1, 2013, to the higher
27 education committees of the legislature.

28 (3) Central Washington University shall not use funds appropriated
29 in this section to support intercollegiate athletics programs.

30 **Sec. 608.** 2013 2nd sp.s. c 4 s 610 (uncodified) is amended to read
31 as follows:

32 **FOR THE EVERGREEN STATE COLLEGE**

33	General Fund--State Appropriation (FY 2014)	((\$18,563,000))
34		<u>\$18,368,000</u>
35	General Fund--State Appropriation (FY 2015)	((\$17,911,000))
36		<u>\$18,079,000</u>

1 Education Legacy Trust Account--State Appropriation \$5,450,000
2 TOTAL APPROPRIATION (~~(\$41,924,000)~~)
3 \$41,897,000

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

6 ~~((+3))~~ (1) \$100,000 of the general fund--state appropriation for
7 fiscal year 2014 and \$50,000 of the general fund--state appropriation
8 for fiscal year 2015 are provided solely for the Washington state
9 institute for public policy to conduct a comprehensive retrospective
10 outcome evaluation and return on investment analysis of the early
11 learning childhood program pursuant to Senate Bill No. 5904 (high
12 quality early learning). This evaluation is due December 15, 2014. If
13 the bill is not enacted by June 30, 2013, the amount provided in this
14 subsection shall lapse.

15 ~~((+4))~~ (2) \$50,000 of the general fund--state appropriation for
16 fiscal year 2014 and \$50,000 of the general fund--state appropriation
17 for fiscal year 2015 are provided solely for the Washington state
18 institute for public policy to develop a risk assessment instrument for
19 patients committed for involuntary treatment in Washington state.

20 ~~((+5))~~ (3) \$58,000 of the general fund--state appropriation for
21 fiscal year 2014 and \$27,000 of the general fund--state appropriation
22 for fiscal year 2015 are provided solely for the Washington state
23 institute for public policy to prepare an inventory of evidence-based
24 and research-based effective practices, activities, and programs for
25 use by school districts in the learning assistance program pursuant to
26 Engrossed Second Substitute Senate Bill No. 5946 (student educational
27 outcomes). The initial inventory is due by August 1, 2014, and shall
28 be updated every two years thereafter. If the bill is not enacted by
29 June 30, 2013, the amounts provided in this subsection shall lapse.

30 ~~((+6))~~ (4) \$50,000 of the general fund--state appropriation for
31 fiscal year 2014 are provided solely for the Washington state institute
32 for public policy to provide expertise to the department of corrections
33 on the implementation of programming that follows the risk needs
34 responsivity model. In consultation with the department of
35 corrections, the institute will systematically review selected programs
36 for outcome measures.

37 (5) The Washington state institute for public policy shall examine
38 the drug offender sentencing alternative for offenders sentenced to

1 residential treatment in the community. The institute shall examine
2 its effectiveness on recidivism and conduct a benefit-cost analysis.
3 The institute shall report its findings by December 1, 2014.

4 (6) \$98,000 of the general fund--state appropriation for fiscal
5 year 2015 is provided solely for the implementation of Substitute House
6 Bill No. 2610 (homeless youth population). If the bill is not enacted
7 by June 30, 2014, the amount provided in this subsection shall lapse.

8 (7) Funding provided in this section is sufficient for The
9 Evergreen State College to continue operations of the Longhouse Center
10 and the Northwest Indian applied research institute.

11 ((+9)) (8) Notwithstanding other provisions in this section, the
12 board of directors for the Washington state institute for public policy
13 may adjust due dates for projects included on the institute's 2013-2015
14 work plan as necessary to efficiently manage workload.

15 ((+10)) (9) The Evergreen State College shall not use funds
16 appropriated in this section to support intercollegiate athletics
17 programs.

18 **Sec. 609.** 2013 2nd sp.s. c 4 s 611 (uncodified) is amended to read
19 as follows:

20 **FOR WESTERN WASHINGTON UNIVERSITY**

21	General Fund--State Appropriation (FY 2014)	((\$44,542,000))
22		<u>\$44,552,000</u>
23	General Fund--State Appropriation (FY 2015)	((\$44,377,000))
24		<u>\$44,386,000</u>
25	Education Legacy Trust Account--State	
26	Appropriation	\$13,050,000
27	TOTAL APPROPRIATION	((\$101,969,000))
28		<u>\$101,988,000</u>

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

31 (1) \$1,497,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$1,498,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for the expansion of computer
34 science and engineering enrollments. The university will work with the
35 education research and data center to establish program baselines and
36 demonstrate enrollment increases. By September 1, 2014, and each
37 September 1st thereafter, the university shall provide a report that

1 provides the specific detail on how these amounts were spent in the
2 preceding fiscal year, including but not limited to the cost per
3 student, student completion rates, and the number of low-income
4 students enrolled in each program, any process changes or best-
5 practices implemented by the college, and how many students are
6 enrolled in computer science and engineering programs above the 2012-
7 2013 academic year baseline.

8 (2) Western Washington University shall not use funds appropriated
9 in this section to support intercollegiate athletics programs.

10 **Sec. 610.** 2013 2nd sp.s. c 4 s 612 (uncodified) is amended to read
11 as follows:

12	FOR THE STUDENT ACHIEVEMENT COUNCIL--POLICY COORDINATION AND	
13	ADMINISTRATION	
14	General Fund--State Appropriation (FY 2014)	((\$5,307,000))
15		<u>\$5,320,000</u>
16	General Fund--State Appropriation (FY 2015)	((\$5,318,000))
17		<u>\$5,403,000</u>
18	General Fund--Federal Appropriation	\$4,817,000
19	TOTAL APPROPRIATION	((\$15,442,000))
20		<u>\$15,540,000</u>

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

23 (1) The student achievement council is authorized to increase or
24 establish fees for initial degree authorization, degree authorization
25 renewal, degree authorization reapplication, new program applications,
26 and new site applications pursuant to RCW 28B.85.060.

27 (2) \$50,000 of the general fund--state appropriation for fiscal
28 year 2015 is provided solely for the student achievement council to
29 convene a task force of representatives from the four-year institutions
30 of higher education in consultation with the state board for community
31 and technical colleges and the office of financial management. The
32 task force shall provide a report to the legislature by December 1,
33 2014, including a series of strategy options for future directions in
34 tuition and student aid policy in order to support the postsecondary
35 certificate, credential, and degree production goals set forth in the
36 council's ten-year roadmap report prepared under RCW 28B.77.020. The
37 task force shall focus on affordability and access for low-income and

1 other populations that have been historically underrepresented in
 2 higher education, as well as students who do not have access to
 3 traditional need-based aid. The task force must consider both the full
 4 range of financial and work study programs and the counseling and other
 5 student support measures needed to assure the cost-effective investment
 6 of state funding toward high levels of student success in light of the
 7 evolving needs of the state for growing numbers of increasingly
 8 educated citizens. The task force must report its progress to the
 9 joint higher education committee at three intervals during the work
 10 program.

11 (3) \$17,000 of the general fund--state appropriation for fiscal
 12 year 2015 is provided solely for the implementation of House Bill No.
 13 2285 (dual credit coursework). If the bill is not enacted by June 30,
 14 2014, the amount provided in this subsection shall lapse.

15 **Sec. 611.** 2013 2nd sp.s. c 4 s 613 (uncodified) is amended to read
 16 as follows:

17 **FOR THE STUDENT ACHIEVEMENT COUNCIL--OFFICE OF STUDENT FINANCIAL**
 18 **ASSISTANCE**

19	General Fund--State Appropriation (FY 2014)	((\$245,122,000))
20		<u>\$245,124,000</u>
21	General Fund--State Appropriation (FY 2015)	((\$244,674,000))
22		<u>\$244,676,000</u>
23	General Fund--Federal Appropriation	((\$11,648,000))
24		<u>\$11,655,000</u>
25	General Fund--Private/Local Appropriation	((\$34,000))
26		<u>\$334,000</u>
27	Education Legacy Trust Account--State Appropriation	((\$36,036,000))
28		<u>\$54,297,000</u>
29	Washington Opportunity Pathways Account--State	
30	Appropriation	((\$147,000,000))
31		<u>\$141,000,000</u>
32	TOTAL APPROPRIATION	((\$684,514,000))
33		<u>\$697,086,000</u>

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

36 (1) \$237,454,000 of the general fund--state appropriation for
 37 fiscal year 2014, ((~~\$237,455,000~~)) \$242,455,000 of the general fund--

1 state appropriation for fiscal year 2015, \$6,000,000 of the education
2 legacy trust account--state appropriation, and ((\$147,000,000))
3 \$141,000,000 of the Washington opportunity pathways account--state
4 appropriation are provided solely for student financial aid payments
5 under the state need grant and state work study programs including up
6 to four percent administrative allowance for the state work study
7 program. Of the amounts provided in this subsection, \$100,000 of the
8 general fund--state appropriation for fiscal year 2015 is provided
9 solely for the council to develop an alternative financial aid
10 application system to implement Senate Bill No. 6523 (higher education
11 opportunities).

12 (2) Changes made to the state need grant program in the 2011-2013
13 fiscal biennium are continued in the 2013-2015 fiscal biennium
14 including aligning increases in awards given to private institutions
15 with the annual tuition increases for public research institutions or
16 the private institution's average annual tuition increase experience of
17 3.5 percent per year, whichever is less, and reducing the awards for
18 students who first enrolled as a new student in for-profit institutions
19 as of the 2011-2012 academic year or thereafter by fifty percent,
20 except that one-half of the fifty percent reduction shall be restored
21 on July 1, 2013, for students attending regionally accredited for-
22 profit institutions.

23 (3) Changes made to the state work study program in the 2009-2011
24 and 2011-2013 fiscal biennia are continued in the 2013-2015 fiscal
25 biennium including maintaining the increased required employer share of
26 wages; adjusted employer match rates; discontinuation of nonresident
27 student eligibility for the program; and revising distribution methods
28 to institutions by taking into consideration other factors such as off-
29 campus job development, historical utilization trends, and student
30 need.

31 (4) Within the funds appropriated in this section, eligibility for
32 the state need grant shall include students with family incomes at or
33 below 70 percent of the state median family income (MFI), adjusted for
34 family size, and shall include students enrolled in three to five
35 credit-bearing quarter credits, or the equivalent semester credits.
36 Awards for all students shall be adjusted by the estimated amount by
37 which Pell grant increases exceed projected increases in the
38 noninstructional costs of attendance. Awards for students with incomes

1 between 51 and 70 percent of the state median shall be prorated at the
2 following percentages of the award amount granted to those with incomes
3 below 51 percent of the MFI: 70 percent for students with family
4 incomes between 51 and 55 percent MFI; 65 percent for students with
5 family incomes between 56 and 60 percent MFI; 60 percent for students
6 with family incomes between 61 and 65 percent MFI; and 50 percent for
7 students with family incomes between 66 and 70 percent MFI.

8 (5)(a) Students who are eligible for the college bound scholarship
9 shall be given priority for the state need grant program if the
10 students have applied by the institution's priority financial aid
11 deadline and have completed their financial aid file in a timely
12 manner. These eligible college bound students whose family incomes are
13 in the 0-65 median family income ranges shall be awarded the maximum
14 state need grant for which they are eligible under state policies and
15 may not be denied maximum state need grant funding due to institutional
16 policies or delayed awarding of college bound scholarship students.

17 (b) In calculating the college bound award, public institutions of
18 higher education shall be subject to the conditions and limitations in
19 RCW 28B.15.102 and shall not utilize college bound funds to offset
20 tuition costs from rate increases in excess of levels authorized in
21 section 603, chapter 50, Laws of 2011 and those assumed in section 603
22 of this act.

23 (6) (~~(\$36,036,000)~~) \$48,297,000 of the education legacy trust
24 account--state appropriation is provided solely for the college bound
25 scholarship program and may support scholarships for summer session.
26 This amount assumes that college bound scholarship recipients will
27 receive priority for state need grant awards in fiscal year 2014 and
28 fiscal year 2015. If this policy of prioritization is not fully
29 achieved, it is the intent of this legislation to provide supplemental
30 appropriations in the 2014 supplemental operating budget.

31 (7) \$2,236,000 of the general fund--state appropriation for fiscal
32 year 2014 and \$2,236,000 of the general fund--state appropriation for
33 fiscal year 2015 are provided solely for the passport to college
34 program. The maximum scholarship award shall be \$5,000. The board
35 shall contract with a nonprofit organization to provide support
36 services to increase student completion in their postsecondary program
37 and shall, under this contract, provide a minimum of \$500,000 in fiscal
38 years 2014 and 2015 for this purpose.

1 (8) The amounts provided in this section are sufficient for
2 implementation of Engrossed Second Substitute House Bill No. 2694
3 (higher ed/low-income students).

4 (9) In developing the skilled and educated workforce report
5 pursuant to RCW 28B.77.080(3), the council shall use the bureau of
6 labor statistics analysis of the education and training requirements of
7 occupations, in addition to any other method the council may choose to
8 use, to assess the number and type of higher education and training
9 credentials required to match employer demand for a skilled and
10 educated workforce.

11 **Sec. 612.** 2013 2nd sp.s. c 4 s 614 (uncodified) is amended to read
12 as follows:

13 **FOR THE WORK FORCE TRAINING AND EDUCATION COORDINATING BOARD**

14	General Fund--State Appropriation (FY 2014)	((\$1,582,000))
15		<u>\$1,556,000</u>
16	General Fund--State Appropriation (FY 2015)	((\$1,478,000))
17		<u>\$1,464,000</u>
18	General Fund--Federal Appropriation	((\$54,260,000))
19		<u>\$54,823,000</u>
20	<u>General Fund--Private/Local</u>	<u>\$44,000</u>
21	TOTAL APPROPRIATION	((\$57,320,000))
22		<u>\$57,887,000</u>

23 The appropriations in this section are subject to the following
24 conditions and limitations: For the 2013-2015 fiscal biennium the
25 board shall not designate recipients of the Washington award for
26 vocational excellence or recognize them at award ceremonies as provided
27 in RCW 28C.04.535.

28 **Sec. 613.** 2013 2nd sp.s. c 4 s 615 (uncodified) is amended to read
29 as follows:

30 **FOR THE DEPARTMENT OF EARLY LEARNING**

31	General Fund--State Appropriation (FY 2014)	((\$34,253,000))
32		<u>\$30,609,000</u>
33	General Fund--State Appropriation (FY 2015)	((\$48,689,000))
34		<u>\$49,940,000</u>
35	General Fund--Federal Appropriation	((\$293,652,000))
36		<u>\$295,427,000</u>

1	<u>General Fund--Private/Local</u>	<u>\$50,000</u>
2	Opportunity Pathways Account--State Appropriation	\$80,000,000
3	Home Visiting Services Account--State Appropriation	\$2,868,000
4	Home Visiting Services Account--Federal Appropriation	(\$22,756,000)
5		<u>\$22,757,000</u>
6	Children's Trust Account--State Appropriation . . . . .	.\$180,000
7	TOTAL APPROPRIATION	(\$482,398,000)
8		<u>\$481,831,000</u>

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

11 (1) \$20,229,000 of the general fund--state appropriation for fiscal
12 year 2014, \$36,474,000 of the general fund--state appropriation for
13 fiscal year 2015, and \$80,000,000 of the opportunity pathways account
14 appropriation are provided solely for the early childhood education
15 assistance program services. Of these amounts, \$10,284,000 is a
16 portion of the biennial amount of state maintenance of effort dollars
17 required to receive federal child care and development fund grant
18 dollars.

19 (2) \$638,000 of the general fund--state appropriation for fiscal
20 year 2014, and \$638,000 of the general fund--state appropriation for
21 fiscal year 2015 are provided solely for child care resource and
22 referral network services.

23 (3) \$200,000 of the general fund--state appropriation for fiscal
24 year 2014 and \$200,000 of the general fund--state appropriation for
25 fiscal year 2015 are provided solely to develop and provide culturally
26 relevant supports for parents, family, and other caregivers.

27 (4) The department is the lead agency for and recipient of the
28 federal child care and development fund grant. Amounts within this
29 grant shall be used to fund child care licensing, quality initiatives,
30 agency administration, and other costs associated with child care
31 subsidies. The department shall transfer a portion of this grant to
32 the department of social and health services to fund the child care
33 subsidies paid by the department of social and health services on
34 behalf of the department of early learning.

35 (5) \$1,434,000 of the general fund--state appropriation for fiscal
36 year 2014, \$1,434,000 of the general fund--state appropriation for
37 fiscal year 2015 are provided solely for expenditure into the home

1 visiting services account. This funding is intended to meet federal
2 maintenance of effort requirements and to secure private matching
3 funds.

4 (6)(a) \$153,717,000 of the general fund--federal appropriation is
5 provided solely for the working connections child care program under
6 RCW 43.215.135.

7 (b) In addition to groups that were given prioritized access to the
8 working connections child care program effective March 1, 2011, the
9 department shall also give prioritized access into the program to
10 families in which a parent of a child in care is a minor who is not
11 living with a parent or guardian and who is a full-time student in a
12 high school that has a school-sponsored on-site child care center.

13 (7) Within available amounts, the department in consultation with
14 the office of financial management and the department of social and
15 health services shall report quarterly enrollments and active caseload
16 for the working connections child care program to the legislative
17 fiscal committees and the legislative-executive WorkFirst oversight
18 task force. The report shall also identify the number of cases
19 participating in both temporary assistance for needy families and
20 working connections child care.

21 (8) (~~(\$1,025,000)~~) \$1,194,000 of the general fund--state
22 appropriation for fiscal year 2014, (~~(\$1,025,000)~~) \$1,738,000 of the
23 general fund--state appropriation for fiscal year 2015, and \$13,424,000
24 of the general fund--federal appropriation are provided solely for the
25 seasonal child care program. If federal sequestration cuts are
26 realized, cuts to the seasonal child care program must be proportional
27 to other federal reductions made within the department.

28 (9) (~~(\$3,572,000)~~) \$4,438,000 of the general fund--state
29 appropriation for fiscal year 2014, (~~(\$2,522,000)~~) \$4,674,000 of the
30 general fund--state appropriation for fiscal year 2015, and
31 (~~(\$4,304,000)~~) \$236,000 of the general fund--federal appropriation are
32 provided solely for the medicaid treatment child care (MTCC) program.
33 The department shall contract for MTCC services to provide therapeutic
34 child care and other specialized treatment services to abused,
35 neglected, at-risk, and/or drug-affected children. Priority for
36 services shall be given to children referred from the department of
37 social and health services children's administration. In addition to
38 referrals made by children's administration, the department shall

1 authorize services for children referred to the MTCC program, as long
2 as the children meet the eligibility requirements as outlined in the
3 Washington state plan for the MTCC program.

4 (a) Of the amounts appropriated in this subsection, \$60,000 per
5 fiscal year may be used by the department for administering the MTCC
6 program, if needed.

7 (b) Of the amounts provided in this subsection, (~~(\$1,050,000)~~)
8 \$1,916,000 of the general fund--state appropriation for fiscal year
9 2014 is provided solely to continue providing services in the event of
10 losing federal funding for the MTCC program. To the extent that the
11 moneys provided in this subsection (9)(b) are not necessary for this
12 purpose, the amounts provided shall lapse.

13 (10) \$150,000 of the general fund--state appropriation for fiscal
14 year 2014 and \$150,000 of the general fund--state appropriation for
15 fiscal year 2015 are provided solely for a contract with a nonprofit
16 entity experienced in the provision of promoting early literacy for
17 children through pediatric office visits.

18 (11) \$721,000 of the general fund--state appropriation for fiscal
19 year 2014 is provided solely for the department to complete development
20 work of the electronic benefits transfer system.

21 (12) (~~(\$793,000)~~) \$221,000 of the general fund--state appropriation
22 for fiscal year 2014 and (~~(\$796,000)~~) \$1,233,577 of the general fund--
23 state appropriation for fiscal year 2015 are provided solely for
24 implementation of an electronic benefits transfer system. To the
25 maximum extent possible, the department shall work to integrate this
26 system with the department of social and health services payment
27 system. The amounts provided in this subsection are conditioned on the
28 department satisfying the requirements of the project management
29 oversight standards and policies established by the office of the chief
30 information officer.

31 (13) \$32,000 of the general fund--state appropriation for fiscal
32 year 2014 is provided solely for implementation of Second Substitute
33 Senate Bill No. 5595 (child care reform). If the bill is not enacted
34 by June 30, 2013, the amounts provided in this subsection shall lapse.

35 (14)(a)(i) The department of early learning is required to provide
36 to the education research and data center, housed at the office of
37 financial management, data on all state-funded early childhood
38 programs. These programs include the early support for infants and

1 toddlers, early childhood education and assistance program (ECEAP), and
 2 the working connections and seasonal subsidized childcare programs
 3 including license exempt facilities or family, friend, and neighbor
 4 care. The data provided by the department to the education research
 5 data center must include information on children who participate in
 6 these programs, including their name and date of birth, and dates the
 7 child received services at a particular facility.

8 (ii) The ECEAP early learning professionals must enter
 9 qualifications into the department's professional development registry
 10 during the 2013-14 school year. By October 2015, the department must
 11 provide ECEAP early learning professional data to the education
 12 research data center.

13 (iii) The department must request federally funded head start
 14 programs to voluntarily provide data to the department and the
 15 education research data center that is equivalent to what is being
 16 provided for state-funded programs.

17 (iv) The education research and data center must provide a report
 18 on early childhood program participation and K-12 outcomes to the house
 19 of representatives appropriations committee and the senate ways and
 20 means committee using available data by November 2013 for the school
 21 year ending in 2012 and again in March 2014 for the school year ending
 22 in 2013.

23 (b) The department, in consultation with the department of social
 24 and health services, must withhold payment for services to early
 25 childhood programs that do not report on the name, date of birth, and
 26 the dates a child received services at a particular facility.

27 **Sec. 614.** 2013 2nd sp.s. c 4 s 616 (uncodified) is amended to read
 28 as follows:

29 **FOR THE STATE SCHOOL FOR THE BLIND**

30	General Fund--State Appropriation (FY 2014)	((\$6,032,000))
31		<u>\$5,975,000</u>
32	General Fund--State Appropriation (FY 2015)	((\$5,805,000))
33		<u>\$5,951,000</u>
34	General Fund--Private/Local Appropriation	\$15,000
35	TOTAL APPROPRIATION	((\$11,852,000))
36		<u>\$11,941,000</u>

1 the society, including but not limited to leasing of the building, the
2 proceeds of which shall be retained by the society as a source of
3 funding for mission-related activities.

4 **Sec. 618.** 2013 2nd sp.s. c 4 s 620 (uncodified) is amended to read
5 as follows:

6 **FOR THE EASTERN WASHINGTON STATE HISTORICAL SOCIETY**

7	General Fund--State Appropriation (FY 2014)	((\$1,600,000))
8		<u>\$1,624,000</u>
9	General Fund--State Appropriation (FY 2015)	((\$1,530,000))
10		<u>\$1,612,000</u>
11	TOTAL APPROPRIATION	((\$3,130,000))
12		<u>\$3,236,000</u>

(End of part)

PART VII
SPECIAL APPROPRIATIONS

Sec. 701. 2013 2nd sp.s. c 4 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

General Fund--State Appropriation (FY 2014)	(\$741,362,000)
	<u>\$812,140,000</u>
General Fund--State Appropriation (FY 2015)	(\$1,060,322,000)
	<u>\$991,532,000</u>
State Building Construction Account--State	
Appropriation	(\$4,297,000)
	<u>\$8,164,000</u>
Columbia River Basin Water Supply Development	
Account--State Appropriation	(\$269,000)
	<u>\$473,000</u>
State Taxable Building Construction Account--State	
Appropriation	(\$211,000)
	<u>\$2,621,000</u>
Debt-Limit Reimbursable Bond Retire Account--State	
Appropriation	\$2,320,000
<u>Hood Canal Aquatic Rehabilitation Bond Account--State</u>	
<u>Appropriation</u>	<u>\$1,000</u>
<u>Columbia River Basin Taxable Bond Water Supply</u>	
<u>Development Account--State Appropriation</u>	<u>\$182,000</u>
TOTAL APPROPRIATION	(\$1,808,781,000)
	<u>\$1,817,433,000</u>

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.

1	General Fund--State Appropriation (FY 2015)	((\$1,726,000))
2		<u>\$1,401,000</u>
3	State Building Construction Account--State	
4	Appropriation	((\$867,000))
5		<u>\$2,156,000</u>
6	Columbia River Basin Water Supply Development	
7	Account--State Appropriation	((\$57,000))
8		<u>\$66,000</u>
9	State Taxable Building Construction Account--State	
10	Appropriation	((\$45,000))
11		<u>\$324,000</u>
12	<u>Hood Canal Aquatic Rehabilitation Bond Account--State</u>	
13	<u>Appropriation</u>	<u>\$1,000</u>
14	<u>Columbia River Basin Taxable Bond Water Supply</u>	
15	<u>Development Account--State Appropriation</u>	<u>\$18,000</u>
16	TOTAL APPROPRIATION	((\$4,421,000))
17		<u>\$5,367,000</u>

18 **Sec. 705.** 2013 2nd sp.s. c 4 s 710 (uncodified) is amended to read
19 as follows:

20 **FOR THE STATE TREASURER--COUNTY PUBLIC HEALTH ASSISTANCE**

21	General Fund--State Appropriation (FY 2014)	\$36,386,000
22	General Fund--State Appropriation (FY 2015)	\$36,386,000
23	TOTAL APPROPRIATION	\$72,772,000

24 The appropriations in this section are subject to the following
25 conditions and limitations: The state treasurer shall distribute the
26 appropriations to the following counties and health districts in the
27 amounts designated to support public health services, including public
28 health nursing:

29	Health District	FY 2014	FY 2015	2013-15
30				Biennium
31	Adams County Health District	\$121,213	\$121,213	\$242,426
32	Asotin County Health District	\$159,890	\$159,890	\$319,780
33	Benton-Franklin Health District	\$1,614,337	\$1,614,337	\$3,228,674
34	Chelan-Douglas Health District	\$399,634	\$399,634	\$799,268

1	Clallam County Health and Human Services	\$291,401	\$291,401	\$582,802
2	Department			
3	Clark County Health District	\$1,767,341	\$1,767,341	\$3,534,682
4	Skamania County Health Department	\$111,327	\$111,327	\$222,654
5	Columbia County Health District	\$119,991	\$119,991	\$239,982
6	Cowlitz County Health Department	\$477,981	\$477,981	\$955,962
7	Garfield County Health District	\$93,154	\$93,154	\$186,308
8	Grant County Health District	\$297,761	\$297,762	\$595,523
9	Grays Harbor Health Department	\$335,666	\$335,666	\$671,332
10	Island County Health Department	\$255,224	\$225,224	\$510,448
11	Jefferson County Health and Human Services	\$184,080	\$184,080	\$368,160
12	Seattle-King County Department of Public Health	\$10,558,598	(\$10,558,598)	(\$21,117,196)
13			<u>\$12,685,521</u>	<u>\$23,244,119</u>
14	Bremerton-Kitsap County Health District	\$997,476	\$997,476	\$1,994,952
15	Kittitas County Health Department	\$198,979	\$198,979	\$397,958
16	Klickitat County Health Department	\$153,784	\$153,784	\$307,568
17	Lewis County Health Department	\$263,134	\$263,134	\$526,268
18	Lincoln County Health Department	\$113,917	\$113,917	\$227,834
19	Mason County Department of Health Services	\$227,448	\$227,448	\$454,896
20	Okanogan County Health District	\$169,882	\$169,882	\$339,764
21	Pacific County Health Department	\$169,075	\$169,075	\$338,150
22	Tacoma-Pierce County Health Department	\$4,143,169	\$4,143,169	\$8,286,338
23	San Juan County Health and Community Services	\$2,253,493	(\$2,253,493)	(\$4,506,986)
24			<u>\$126,569</u>	<u>\$2,380,062</u>
25	Skagit County Health Department	\$449,745	\$449,745	\$899,490
26	Snohomish Health District	\$3,433,291	\$3,433,291	\$6,866,582
27	Spokane County Health District	\$2,877,318	\$2,877,318	\$5,574,636
28	Northeast Tri-County Health District	\$249,303	\$249,303	\$498,606
29	Thurston County Health Department	\$1,046,897	\$1,046,897	\$2,093,794
30	Wahkiakum County Health Department	\$93,181	(\$9,180)	(\$186,361)
31			<u>\$93,181</u>	<u>\$186,362</u>
32	Walla Walla County-City Health Department	\$302,173	\$302,173	\$604,346
33	Whatcom County Health Department	\$1,214,301	\$1,214,301	\$2,428,602
34	Whitman County Health Department	\$189,355	\$189,355	\$378,710
35	Yakima Health District	\$1,052,482	\$1,052,482	\$2,104,964
36				
37	TOTAL APPROPRIATIONS	\$36,386,001	\$36,386,001	\$72,772,002

1 NEW SECTION. **Sec. 706.** A new section is added to 2013 2nd sp.s.
2 c 4 (uncodified) to read as follows:

3 **FOR SUNDRY CLAIMS**

4 The following sums, or so much thereof as may be necessary, are
5 appropriated from the general fund for fiscal year 2014, unless
6 otherwise indicated, for relief of various individuals, firms, and
7 corporations for sundry claims. These appropriations are to be
8 disbursed on vouchers approved by the director of the department of
9 enterprise services, except as otherwise provided, for reimbursement of
10 criminal defendants acquitted on the basis of self-defense, pursuant to
11 RCW 9A.16.110, as follows:

- 12 (1) Tony M. Noble, claim number 99970075 \$5,670
- 13 (2) Patrick Earl, claim number 99970076 \$2,799
- 14 (3) Stephen J. Felice, claim number 99970076 \$17,275
- 15 (4) Michael Felice, claim number 99970076 \$93,809
- 16 (5) Noe Angel Aranda Hernandez, claim number 99970077 . . . \$12,500
- 17 (6) Anderson Durham, claim number 99970071 \$11,000
- 18 (7) Chase Balzer, claim number 99970078 \$5,953
- 19 (8) Kent Wescott, claim number 99970079 \$13,447
- 20 (9) Tommy Villanueva, claim number 99970080 \$70,099

21 NEW SECTION. **Sec. 707.** A new section is added to 2013 2nd sp.s.
22 c 4 (uncodified) to read as follows:

23 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--CONTRIBUTIONS FOR STATE**
24 **EMPLOYEE HEALTH INSURANCE**

25	General Fund--State Appropriation (FY 2015)	(\$62,932,000)
26	General Fund--Federal Appropriation	(\$9,175,000)
27	General Fund--Local Appropriation	(\$1,177,000)
28	Other Dedicated Funds Appropriations	(\$15,698,000)
29	TOTAL APPROPRIATION	(\$88,982,000)

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

- 32 (1) The appropriations in this section are provided solely to
33 reduce agency and institution appropriations to reflect the reductions
34 in the state employer funding rate for health insurance, and decreased
35 employer health insurance costs consistent with the contribution rates
36 included in sections 901, 902, and 904 of this act.

1 (2) To facilitate the transfer of moneys from dedicated funds and
2 accounts, the state treasurer shall transfer sufficient moneys from
3 each dedicated fund or account in accordance with LEAP document H010
4 dated February 22, 2014, and schedules provided by the office of
5 financial management. The office shall reduce allotments for all
6 agencies to reflect these savings.

7 NEW SECTION. **Sec. 708.** A new section is added to 2013 2nd sp.s.
8 c 4 (uncodified) to read as follows:

9 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--THURSTON COUNTY CAPITAL**
10 **FACILITIES ACCOUNT**

11 General Fund--State Appropriation (FY 2014) \$900,000

12 The appropriation in this section is subject to the following
13 conditions and limitations: The appropriation in this section is
14 provided solely for expenditure into the Thurston county capital
15 facilities account--state.

16 NEW SECTION. **Sec. 709.** A new section is added to 2013 2nd sp.s.
17 c 4 (uncodified) to read as follows:

18 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--PARKLAND TRUST REVOLVING**
19 **ACCOUNT**

20 General Fund--State Appropriation (FY 2014) \$639,000

21 The appropriation in this section is subject to the following
22 conditions and limitations: The appropriation in this section is
23 provided solely for expenditure into the Parkland trust revolving
24 account--state.

25 NEW SECTION. **Sec. 710.** A new section is added to 2013 2nd sp.s.
26 c 4 (uncodified) to read as follows:

27 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--EXTRAORDINARY CRIMINAL JUSTICE**
28 **COSTS**

29 General Fund--State Appropriation (FY 2014) \$343,000

30 The appropriation in this section is subject to the following
31 conditions and limitations: The director of financial management shall
32 distribute funds to Clallam county for extraordinary criminal justice
33 costs.

1 NEW SECTION. **Sec. 711.** A new section is added to 2013 2nd sp.s.
2 c 4 (uncodified) to read as follows:

3 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--COMMON SCHOOL CONSTRUCTION**
4 **ACCOUNT**

5 General Fund--State Appropriation (FY 2015) \$444,000

6 The appropriation in this section is subject to the following
7 conditions and limitations: The appropriation in this section is
8 provided solely for expenditure into the common school construction
9 account--state on July 1, 2015, for an interest payment pursuant to RCW
10 90.38.130.

11 NEW SECTION. **Sec. 712.** A new section is added to 2013 2nd sp.s.
12 c 4 (uncodified) to read as follows:

13 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--NATURAL RESOURCES REAL**
14 **PROPERTY REPLACEMENT ACCOUNT**

15 General Fund--State Appropriation (FY 2015) \$222,000

16 The appropriation in this section is subject to the following
17 conditions and limitations: The appropriation in this section is
18 provided solely for expenditure into the natural resources real
19 property replacement account--state on July 1, 2015, for an interest
20 payment pursuant to RCW 90.38.130.

21 NEW SECTION. **Sec. 713.** 2013 2nd sp.s. c 4 s 720 (uncodified) is
22 repealed.

23 NEW SECTION. **Sec. 714.** A new section is added to 2013 2nd sp.s.
24 c 4 (uncodified) to read as follows:

25 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--OFFICE OF ATTORNEY GENERAL**

26 General Fund--State Appropriation (FY 2014) \$994,000
27 General Fund--State Appropriation (FY 2015) \$994,000
28 General Fund--Federal Appropriation \$636,000
29 Other Appropriated Funds \$2,284,000
30 TOTAL APPROPRIATION \$4,908,000

31 The appropriations in this section are subject to the following
32 conditions and limitations: The appropriations in this section reflect
33 increases in agency appropriations related to corresponding increases
34 in the office of the attorney general's billing authority. The office

1 of financial management shall increase allotments in the amounts
2 specified, and to the state agencies specified in LEAP omnibus document
3 92E1-2014, dated February 22, 2014, and adjust appropriation schedules
4 accordingly.

5 NEW SECTION. **Sec. 715.** A new section is added to 2013 2nd sp.s.
6 c 4 (uncodified) to read as follows:

7 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--OFFICE OF THE CHIEF**
8 **INFORMATION OFFICER**

9	General Fund--State Appropriation (FY 2015)	\$67,000
10	General Fund--Federal Appropriation	\$13,000
11	General Fund--Local/Private Appropriation	\$2,000
12	Other Appropriated Funds	\$36,000
13	TOTAL APPROPRIATION	\$118,000

14 The appropriations in this section are subject to the following
15 conditions and limitations: The appropriations in this section reflect
16 increases in agency appropriations related to corresponding increases
17 in the office of the chief information officer's billing authority.
18 The office of financial management shall increase allotments in the
19 amounts specified, and to the state agencies specified in LEAP omnibus
20 document 92F-2014, dated February 24, 2014, and adjust appropriation
21 schedules accordingly.

22 NEW SECTION. **Sec. 716.** A new section is added to 2013 2nd sp.s.
23 c 4 (uncodified) to read as follows:

24 **FOR THE OFFICE OF FINANCIAL MANAGEMENT--OFFICE OF ADMINISTRATIVE**
25 **HEARINGS**

26	Minority and Business Account--State Appropriation	\$67,000
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27 The appropriation in this section is subject to the following
28 conditions and limitations: The appropriation in this section reflects
29 increases in agency appropriations related to the office of
30 administrative hearings. The office of financial management shall
31 increase allotments in the amounts specified, and to the state agencies
32 specified in LEAP omnibus document 92G-2014, dated February 24, 2014,
33 and adjust appropriation schedules accordingly.

(End of part)

PART VIII

OTHER TRANSFERS AND APPROPRIATIONS

Sec. 801. 2013 2nd sp.s. c 4 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 ((~~\$8,248,000~~))
\$8,591,000

General Fund Appropriation for public utility district excise tax distributions ((~~\$50,894,000~~))
\$53,709,000

General Fund Appropriation for prosecuting attorney distributions ((~~\$6,068,000~~))
\$5,985,000

General Fund Appropriation for boating safety and education distributions \$4,000,000

General Fund Appropriation for other tax distributions \$65,000

General Fund Appropriation for habitat conservation program distributions ((~~\$3,000,000~~))
\$3,154,000

Death Investigations Account Appropriation for distribution to counties for publicly funded autopsies \$3,158,000

Aquatic Lands Enhancement Account Appropriation for harbor improvement revenue distribution \$146,000

Timber Tax Distribution Account Appropriation for distribution to "timber" counties ((~~\$72,120,000~~))
\$76,932,000

County Criminal Justice Assistance Appropriation ((~~\$78,983,000~~))
\$78,861,000

Municipal Criminal Justice Assistance Appropriation ((~~\$30,550,000~~))
\$30,519,000

City-County Assistance Account Appropriation for local government financial assistance

1	distribution	((\$17,134,000))
2		<u>\$19,584,000</u>
3	Liquor Excise Tax Account Appropriation for liquor	
4	excise tax distribution	((\$24,744,000))
5		<u>\$23,906,000</u>
6	Streamlined Sales and Use Tax Mitigation Account	
7	Appropriation for distribution to local taxing	
8	jurisdictions to mitigate the unintended revenue	
9	redistribution effect of the sourcing law	
10	changes	((\$50,488,000))
11		<u>\$49,420,000</u>
12	Columbia River Water Delivery Account Appropriation for	
13	the Confederated Tribes of the Colville	
14	Reservation	((\$7,760,000))
15		<u>\$7,752,000</u>
16	Columbia River Water Delivery Account Appropriation for	
17	the Spokane Tribe of Indians	((\$5,025,000))
18		<u>\$5,011,000</u>
19	Liquor Revolving Account Appropriation for liquor	
20	profits distribution	\$98,876,000
21	TOTAL APPROPRIATION	((\$434,259,000))
22		<u>\$469,667,000</u>

23 The total expenditures from the state treasury under the
24 appropriations in this section shall not exceed the funds available
25 under statutory distributions for the stated purposes.

26 **Sec. 802.** 2013 2nd sp.s. c 4 s 802 (uncodified) is amended to read
27 as follows:

28 **FOR THE STATE TREASURER--FOR THE COUNTY CRIMINAL JUSTICE ASSISTANCE**
29 **ACCOUNT**

30	Impaired Driver Safety Account Appropriation	((\$2,469,000))
31		<u>\$2,409,000</u>

32 The appropriation in this section is subject to the following
33 conditions and limitations: The amount appropriated in this section
34 shall be distributed quarterly during the 2013-2015 fiscal biennium in
35 accordance with RCW 82.14.310. This funding is provided to counties
36 for the costs of implementing criminal justice legislation including,
37 but not limited to: Chapter 206, Laws of 1998 (drunk driving

1 penalties); chapter 207, Laws of 1998 (DUI penalties); chapter 208,
2 Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998
3 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock
4 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,
5 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication
6 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter
7 215, Laws of 1998 (DUI provisions).

8 **Sec. 803.** 2013 2nd sp.s. c 4 s 803 (uncodified) is amended to read
9 as follows:

10 **FOR THE STATE TREASURER--MUNICIPAL CRIMINAL JUSTICE ASSISTANCE ACCOUNT**
11 Impaired Driver Safety Account Appropriation (~~(\$1,646,000)~~)
12 \$1,606,000

13 The appropriation in this section is subject to the following
14 conditions and limitations: The amount appropriated in this section
15 shall be distributed quarterly during the 2013-2015 fiscal biennium to
16 all cities ratably based on population as last determined by the office
17 of financial management. The distributions to any city that
18 substantially decriminalizes or repeals its criminal code after July 1,
19 1990, and that does not reimburse the county for costs associated with
20 criminal cases under RCW 3.50.800 or 3.50.805(2), shall be made to the
21 county in which the city is located. This funding is provided to
22 cities for the costs of implementing criminal justice legislation
23 including, but not limited to: Chapter 206, Laws of 1998 (drunk
24 driving penalties); chapter 207, Laws of 1998 (DUI penalties); chapter
25 208, Laws of 1998 (deferred prosecution); chapter 209, Laws of 1998
26 (DUI/license suspension); chapter 210, Laws of 1998 (ignition interlock
27 violations); chapter 211, Laws of 1998 (DUI penalties); chapter 212,
28 Laws of 1998 (DUI penalties); chapter 213, Laws of 1998 (intoxication
29 levels lowered); chapter 214, Laws of 1998 (DUI penalties); and chapter
30 215, Laws of 1998 (DUI provisions).

31 **Sec. 804.** 2013 2nd sp.s. c 4 s 804 (uncodified) is amended to read
32 as follows:

33 **FOR THE STATE TREASURER--FEDERAL REVENUES FOR DISTRIBUTION**
34 General Fund Appropriation for federal flood control
35 funds distribution \$66,000
36 General Fund Appropriation for federal grazing fees

1 distribution \$1,706,000
 2 Forest Reserve Fund Appropriation for federal forest
 3 reserve fund distribution ((~~\$5,636,000~~))
 4 \$24,446,000
 5 TOTAL APPROPRIATION ((~~\$7,408,000~~))
 6 \$26,218,000

7 The total expenditures from the state treasury under the
 8 appropriations in this section shall not exceed the funds available
 9 under statutory distributions for the stated purposes.

10 **Sec. 805.** 2013 2nd sp.s. c 4 s 805 (uncodified) is amended to read
 11 as follows:

12 **FOR THE STATE TREASURER--TRANSFERS**

13 State Treasurer's Service Account: For transfer to
 14 the state general fund, \$10,100,000 for fiscal
 15 year 2014 (~~and \$10,100,000 for fiscal year 2015 \$20,200,000~~)
 16 \$10,100,000

17 Drinking Water Assistance Account: For transfer to
 18 the drinking water assistance repayment account \$32,000,000

19 General Fund: For transfer to the streamlined sales
 20 and use tax account, (~~(\$25,284,000)~~) \$24,436,000
 21 for fiscal year 2014 and (~~(\$25,204,000)~~) \$24,984,000
 22 for fiscal year 2015 ((~~\$50,488,000~~))
 23 \$49,420,000

24 Public Works Assistance Account: For transfer to the
 25 education legacy trust account, \$138,622,000 for
 26 fiscal year 2014 and \$138,622,000 for fiscal year
 27 2015 \$277,244,000

28 Local Toxics Control Account: For transfer to the
 29 state general fund, \$9,000,000 for fiscal year
 30 2014 and \$9,000,000 for fiscal year 2015 \$18,000,000

31 State Taxable Building Construction Account: For
 32 transfer to the Columbia River basin taxable bond
 33 water supply development account, an amount not to
 34 exceed \$32,000,000

35 Employment Training Finance Account: For transfer to
 36 the state general fund, \$1,000,000 for fiscal year
 37 2014 (~~and \$1,000,000 for fiscal year 2015 \$2,000,000~~)

1 sciences discovery fund, in an amount not to exceed
2 the actual remaining amount of the annual strategic
3 contribution payment to the tobacco settlement account
4 for fiscal year 2014 \$9,515,000

5 Tobacco Settlement Account: For transfer to the life
6 sciences discovery fund, in an amount not to exceed
7 the actual remaining amount of the annual strategic
8 contribution payment to the tobacco settlement account
9 for fiscal year 2015 \$9,515,000

10 The transfer to the life sciences discovery fund is subject to the
11 following conditions:

12 (1) The life sciences discovery fund authority board of trustees
13 shall begin preparing to become a self-sustaining entity capable of
14 operating without direct state subsidy by the time the tobacco
15 strategic contribution supplemental payments end in fiscal year 2017.

16 (2) \$250,000 of the appropriation in fiscal year 2014 and \$250,000
17 of the appropriation in fiscal year 2015 are provided solely to promote
18 the development and delivery of global health technologies and
19 products.

20 (a) The life sciences discovery fund authority must either
21 administer a grant application, review, and reward process, or contract
22 with a qualified nonprofit organization for these services. State
23 moneys must be provided for grants to entities for the development,
24 production, promotion, and delivery of global health technologies and
25 products. Grant award criteria must include:

26 (i) The quality of the proposed research or the proposed technical
27 assistance in product development or production process design. Any
28 grant funds awarded for research activities must be awarded for
29 nonbasic research that will assist in the commercialization or
30 manufacture of global health technologies;

31 (ii) The potential for the grant recipient to improve global health
32 outcomes;

33 (iii) The potential for the grant to leverage additional funding
34 for the development of global health technologies and products;

35 (iv) The potential for the grant to stimulate, or promote technical
36 skills training for, employment in the development of global health
37 technologies in the state; and

1 (v) The willingness of the grant recipient, when appropriate, to
2 enter into royalty or licensing income agreements with the authority.

3 (b) The authority, or the contractor of the authority, must report
4 information including the types of products and research funded, the
5 funding leveraged by the grants, and the number and types of jobs
6 created as a result of the grants, to the economic development
7 committees of the legislature by December 1, 2014.

8 Aquatic Lands Enhancement Account: For transfer to the
9 geoduck aquaculture research account, \$150,000 for
10 fiscal year 2014 and \$150,000 for fiscal year 2015 \$300,000

11 Health Benefit Exchange Account: For transfer to the
12 state general fund for fiscal year 2015 \$21,514,000

13 Criminal Justice Treatment Account: For transfer to the
14 state general fund, \$437,000 for fiscal year 2014
15 and \$2,746,000 for fiscal year 2015 \$3,183,000

16 Resources Management Cost Account--Aquatics: For transfer
17 to the marine resources stewardship trust account,
18 \$1,850,000 for fiscal year 2014 and \$1,850,000 for
19 fiscal year 2015 \$3,700,000

20 Legal Services Revolving Account: For transfer to the
21 state general fund, \$976,000 for fiscal year 2014
22 ((and \$1,477,000 for fiscal year 2015 \$2,453,000))
23 \$976,000

24 Personnel Service Account: For transfer to the state
25 general fund, \$733,000 for fiscal year 2014 ((and
26 \$733,000 for fiscal year 2015 \$1,466,000))
27 \$733,000

28 Data Processing Revolving Account: For transfer to the
29 state general fund, \$4,069,000 for fiscal year 2014
30 ((and \$4,070,000 for fiscal year 2015 \$8,139,000))
31 \$4,069,000

32 Home Security Fund Account: For transfer to the
33 transitional housing operating and rent account \$7,500,000

34 Professional Engineers' Account: For transfer to the
35 state general fund, \$956,000 for fiscal year 2014 and
36 \$957,000 for fiscal year 2015 \$1,913,000

37 Electrical License Account: For transfer to the state
38 general fund, \$1,700,000 for fiscal year 2014 and

1 \$1,700,000 for fiscal year 2015 \$3,400,000
2 Business and Professions Account: For transfer to the
3 state general fund, \$1,838,000 for fiscal year 2014
4 and \$1,800,000 for fiscal year 2015 \$3,638,000
5 Energy Freedom Account: For transfer to the state
6 general fund, \$1,000,000 for fiscal year 2014
7 ((and ~~\$1,000,000 for fiscal year 2015 \$2,000,000~~))
8 \$1,000,000
9 Pollution Liability Insurance Program Trust Account:
10 For transfer to the state general fund, \$2,500,000
11 for fiscal year 2014 and \$2,500,000 for fiscal year
12 2015 \$5,000,000
13 Real Estate Commission Account: For transfer to the
14 state general fund, \$1,700,000 for fiscal year 2014
15 and \$1,700,000 for fiscal year 2015 \$3,400,000
16 State Lottery Account: For transfer to the education
17 legacy trust account, \$6,050,000 for fiscal year 2014
18 and \$6,050,000 for fiscal year 2015 \$12,100,000
19 State Toxics Control Account: For transfer to the
20 radioactive mixed waste account, \$2,000,000 for fiscal
21 year 2014 \$2,000,000
22 Energy Freedom Account: For transfer to
23 the education legacy trust account,
24 \$1,000,000 for fiscal year 2015 \$1,000,000
25 Legal Services Revolving Account: For
26 transfer to the education legacy
27 trust account, \$1,477,000 for fiscal year 2015 \$1,477,000
28 Employment Training Finance Account:
29 For transfer to the education legacy
30 trust account, \$1,000,000 for fiscal year 2015 \$1,000,000
31 Tuition Recovery Trust Account: For transfer
32 to the education legacy trust account,
33 \$1,250,000 for fiscal year 2015 \$1,250,000
34 State Treasurer's Service Account: For
35 transfer to the education legacy
36 trust account, \$10,100,000 for fiscal
37 year 2015 \$10,100,000
38 Personnel Service Account: For transfer to

1 the education legacy trust account,
2 \$733,000 for fiscal year 2015 \$733,000
3 Data Processing Revolving Account: For
4 transfer to the education legacy trust
5 account, \$4,070,000 for fiscal year 2015 \$4,070,000

(End of part)

PART IX
MISCELLANEOUS

Sec. 901. 2013 2nd sp.s. c 4 s 932 (uncodified) is amended to read as follows:

COMPENSATION--REPRESENTED EMPLOYEES--SUPER COALITION--INSURANCE BENEFITS

No agreement was reached between the governor and the health care super coalition under the provisions of chapter 41.80 RCW for the 2013-2015 fiscal biennium. Appropriations for fiscal year 2014 in this act for state agencies, including institutions of higher education are sufficient to continue the provisions of the 2011-2013 collective bargaining agreement. An agreement for the period beginning July 1, 2014, and ending on June 30, 2015, was reached between the governor and the health care super coalition under the provisions of chapter 41.80 RCW. The agreement includes employer contributions to premiums at 85 percent of the total weighted average of the projected health care premiums. Appropriations in this act for fiscal year 2015 for state agencies, including institutions of higher education, are sufficient to fund the provisions of the collective bargaining agreement during the period between July 1, 2104, and June 30, 2015, and are subject to the following conditions and limitations:

(1)(a) The monthly employer funding rate for insurance benefit premiums, public employees' benefits board administration, and the uniform medical plan, shall not exceed \$782 per eligible employee for fiscal year 2014. For fiscal year 2015 the monthly employer funding rate shall not exceed (~~(\$763)~~) \$658 per eligible employee.

(b) In order to achieve the level of funding provided for health benefits, the public employees' benefits board shall require or make any or all of the following: Employee premium copayments, increases in point-of-service cost sharing, the implementation of managed competition, or other changes to benefits consistent with RCW 41.05.065. Beginning July 1, 2014, the board shall add a \$25 per month surcharge to the premiums due from members who use tobacco products and a surcharge of not less than \$50 per month to the premiums due from members who cover a spouse or domestic partner where the spouse or domestic partner has chosen not to enroll in other employer-based group

1 health insurance that has benefits and premiums with an actuarial value
2 of not less than 95 percent of the actuarial value of the public
3 employees' benefits board plan with the largest enrollment.

4 (c) The health care authority shall deposit any moneys received on
5 behalf of the uniform medical plan as a result of rebates on
6 prescription drugs, audits of hospitals, subrogation payments, or any
7 other moneys recovered as a result of prior uniform medical plan claims
8 payments, into the public employees' and retirees' insurance account to
9 be used for insurance benefits. Such receipts shall not be used for
10 administrative expenditures.

11 (d) To the extent that the agreement between the governor and the
12 super coalition contains terms that are effective after June 30, 2015,
13 those terms exceed the fiscal biennium and are outside the bounds
14 permitted by RCW 41.80.001. Nothing in this section obligates the
15 legislature for funding after June 30, 2015.

16 (2) The health care authority, subject to the approval of the
17 public employees' benefits board, shall provide subsidies for health
18 benefit premiums to eligible retired or disabled public employees and
19 school district employees who are eligible for medicare, pursuant to
20 RCW 41.05.085. The subsidy provided for calendar years 2014 and 2015
21 shall be up to \$150 per month.

22 **Sec. 902.** 2013 2nd sp.s. c 4 s 933 (uncodified) is amended to read
23 as follows:

24 **COMPENSATION--REPRESENTED EMPLOYEES OUTSIDE SUPER COALITION--INSURANCE**
25 **BENEFITS**

26 Appropriations for state agencies in this act are sufficient for
27 represented employees outside the super coalition for health benefits,
28 and are subject to the following conditions and limitations:

29 (1)(a) The monthly employer funding rate for insurance benefit
30 premiums, public employees' benefits board administration, and the
31 uniform medical plan, shall not exceed \$782 per eligible employee for
32 fiscal year 2014. For fiscal year 2015 the monthly employer funding
33 rate shall not exceed (~~(\$763)~~) \$658 per eligible employee.

34 (b) In order to achieve the level of funding provided for health
35 benefits, the public employees' benefits board shall require or make
36 any or all of the following: Employee premium copayments, increases in
37 point-of-service cost sharing, the implementation of managed

1 competition, or other changes to benefits consistent with RCW
2 41.05.065. Beginning July 1, 2014, the board shall add a \$25 per month
3 surcharge to the premiums due from members who use tobacco products and
4 a surcharge of not less than \$50 per month to the premiums due from
5 members who cover a spouse or domestic partner where the spouse or
6 domestic partner has chosen not to enroll in other employer-based group
7 health insurance that has benefits and premiums with an actuarial value
8 of not less than 95 percent of the actuarial value of the public
9 employees' benefits board plan with the largest enrollment.

10 (c) The health care authority shall deposit any moneys received on
11 behalf of the uniform medical plan as a result of rebates on
12 prescription drugs, audits of hospitals, subrogation payments, or any
13 other moneys recovered as a result of prior uniform medical plan claims
14 payments, into the public employees' and retirees' insurance account to
15 be used for insurance benefits. Such receipts shall not be used for
16 administrative expenditures.

17 (2) The health care authority, subject to the approval of the
18 public employees' benefits board, shall provide subsidies for health
19 benefit premiums to eligible retired or disabled public employees and
20 school district employees who are eligible for medicare, pursuant to
21 RCW 41.05.085. The subsidy provided for calendar years 2014 and 2015
22 shall be up to \$150 per month.

23 **Sec. 903.** 2013 2nd sp.s. c 4 s 937 (uncodified) is amended to read
24 as follows:

25 **COLLECTIVE BARGAINING AGREEMENT FOR NONSTATE EMPLOYEES--SEIU LOCAL 925**
26 **CHILDCARE WORKERS**

27 (1) An agreement has been reached between the governor and the
28 service employees international union local 925 under the provisions of
29 chapter 41.56 RCW for the 2013-2015 fiscal biennium. Funding is
30 provided for increases to health care, scholarship funding and
31 non-standard hours bonus.

32 (2) An agreement has been reached between the governor and the
33 service employees international union local 925 under the provisions of
34 chapter 41.56 RCW for fiscal year 2015. Funding is provided to
35 increase the child care subsidy rates for licensed and exempt family
36 child care providers by four percent on July 1, 2014, and another four

1 percent on January 1, 2015. Two million dollars is also provided to
2 fund an early achievers tiered reimbursement pilot project for licensed
3 family child care providers.

4 **Sec. 904.** 2013 2nd sp.s. c 4 s 939 (uncodified) is amended to read
5 as follows:

6 **COMPENSATION--NONREPRESENTED EMPLOYEES--INSURANCE BENEFITS**

7 Appropriations for state agencies in this act are sufficient for
8 nonrepresented state employee health benefits for state agencies,
9 including institutions of higher education, and are subject to the
10 following conditions and limitations:

11 (1)(a) The monthly employer funding rate for insurance benefit
12 premiums, public employees' benefits board administration, and the
13 uniform medical plan, shall not exceed \$782 per eligible employee for
14 fiscal year 2014. For fiscal year 2015 the monthly employer funding
15 rate shall not exceed (~~(\$763)~~) \$658 per eligible employee.

16 (b) In order to achieve the level of funding provided for health
17 benefits, the public employees' benefits board shall require or make
18 any or all of the following: Employee premium copayments, increases in
19 point-of-service cost sharing, the implementation of managed
20 competition, or other changes to benefits consistent with RCW
21 41.05.065. Beginning July 1, 2014, the board shall add a \$25 per month
22 surcharge to the premiums due from members who use tobacco products and
23 a surcharge of not less than \$50 per month to the premiums due from
24 members who cover a spouse or domestic partner where the spouse or
25 domestic partner has chosen not to enroll in other employer-based group
26 health insurance that has benefits and premiums with an actuarial value
27 of not less than 95 percent of the actuarial value of the public
28 employees' benefits board plan with the largest enrollment.

29 (c) The health care authority shall deposit any moneys received on
30 behalf of the uniform medical plan as a result of rebates on
31 prescription drugs, audits of hospitals, subrogation payments, or any
32 other moneys recovered as a result of prior uniform medical plan claims
33 payments, into the public employees' and retirees' insurance account to
34 be used for insurance benefits. Such receipts shall not be used for
35 administrative expenditures.

36 (2) The health care authority, subject to the approval of the
37 public employees' benefits board, shall provide subsidies for health

1 benefit premiums to eligible retired or disabled public employees and
2 school district employees who are eligible for medicare, pursuant to
3 RCW 41.05.085. The subsidy provided for calendar years 2014 and 2015
4 shall be up to \$150 per month.

5 (3) Technical colleges, school districts, and educational service
6 districts shall remit to the health care authority for deposit into the
7 public employees' and retirees' insurance account established in RCW
8 41.05.120 the following amounts:

9 (a) For each full-time employee, \$64.40 per month beginning
10 September 1, 2013, and (~~(\$70.39)~~) \$66.70 beginning September 1, 2014;
11 and

12 (b) For each part-time employee, who at the time of the remittance
13 is employed in an eligible position as defined in RCW 41.32.010 or
14 41.40.010 and is eligible for employer fringe benefit contributions for
15 basic benefits, \$64.40 each month beginning September 1, 2013, and
16 (~~(\$70.39)~~) \$66.70 beginning September 1, 2014, prorated by the
17 proportion of employer fringe benefit contributions for a full-time
18 employee that the part-time employee receives. The remittance
19 requirements specified in this subsection (3) shall not apply to
20 employees of a technical college, school district, or educational
21 service district who purchase insurance benefits through contracts with
22 the health care authority.

23 **Sec. 905.** 2013 2nd sp.s. c 4 s 943 (uncodified) is amended to read
24 as follows:

25 **ACQUISITION OF INFORMATION TECHNOLOGY PROJECTS THROUGH FINANCIAL**
26 **CONTRACTS**

27 (1) Financial contracts for the acquisition of the information
28 technology projects authorized in this section must be approved jointly
29 by the office of the financial management and the office of the chief
30 information officer. Information technology projects funded under this
31 section shall meet the following requirements:

32 (a) The project reduces costs and achieves economies of scale by
33 leveraging statewide investments in systems and data and other common
34 or enterprise-wide solutions within and across state agencies;

35 (b) The project begins or continues replacement of legacy
36 information technology systems and replacing these systems with modern
37 and more efficient information technology systems;

1 (c) The project improves the ability of an agency to recover from
2 major disaster;

3 (d) The project provides future savings and efficiencies for an
4 agency through reduced operating costs, improved customer service, or
5 increased revenue collections; and

6 (e) Preference for project approval must be given to an agency that
7 has prior approval from the office of the chief information officer, an
8 approved business plan, and where the primary hurdle to project funding
9 is the lack of funding capacity.

10 (2) The following state agencies may enter into financial contracts
11 to finance expenditures for the acquisition and implementation of the
12 following information technology projects for up to the respective
13 amounts indicated, plus financing expenses and required reserves
14 pursuant to chapter 39.94 RCW:

15 (a) Subject to subsection (4) of this section, \$10,000,000 for the
16 department of enterprise services time, leave, and attendance pilot
17 project;

18 (b) \$3,867,000 for the Washington state patrol for continuation of
19 the mobile office platform;

20 ~~(c) ((\$8,500,000 for the department of social and health services~~
21 ~~conversion to the tenth version of the world health organization's~~
22 ~~international classification of diseases;~~

23 ~~(d) \$5,558,000))~~ \$3,314,670 for the department of early learning
24 system implementation of electronic benefit transfers;

25 ~~((e))~~ (d) \$4,323,000 for the department of corrections for radio
26 infrastructure upgrades.

27 (3) The office of financial management with assistance from the
28 office of the chief information officer will report to the governor and
29 fiscal committees of the legislature by November 1st of each year on
30 the status of distributions and expenditures on information technology
31 projects and improved statewide or agency performance results achieved
32 by project funding.

33 (4) If the Washington state department of transportation enters
34 into financial contracts pursuant to chapter 39.94 RCW for the
35 acquisition and implementation of a time, leave, and labor distribution
36 system, the authorization provided to the department of enterprise
37 services in subsection (2)(a) of this section expires.

1 **Sec. 906.** RCW 28B.67.030 and 2013 2nd sp.s. c 4 s 961 are each
2 amended to read as follows:

3 (1) All payments received from a participant in the Washington
4 customized employment training program created in RCW 28B.67.020 must
5 be deposited into the employment training finance account, which is
6 hereby created in the custody of the state treasurer. Only the state
7 board for community and technical colleges may authorize expenditures
8 from the account and no appropriation is required for expenditures.
9 The money in the account must be used solely for training allowances
10 under the Washington customized employment training program created in
11 RCW 28B.67.020 and for providing up to seventy-five thousand dollars
12 per year for training, marketing, and facilitation services to increase
13 the use of the program. The deposit of payments under this section
14 from a participant ceases when the board specifies that the participant
15 has met the monetary obligations of the program. During the 2013-2015
16 fiscal biennium, the legislature may transfer from the employment
17 training finance account to the state general fund and the education
18 legacy trust account such amounts as reflect the excess fund balance in
19 the account.

20 (2) All revenue solicited and received under the provisions of RCW
21 28B.67.020(4) must be deposited into the employment training finance
22 account to provide training allowances.

23 (3) The definitions in RCW 28B.67.010 apply to this section.

24 (4) This section expires July 1, 2017.

25 **Sec. 907.** RCW 28C.10.082 and 2013 2nd sp.s. c 4 s 965 are each
26 amended to read as follows:

27 The tuition recovery trust fund is hereby established in the
28 custody of the state treasurer. The agency shall deposit in the fund
29 all moneys received under RCW 28C.10.084. Moneys in the fund may be
30 spent only for the purposes under RCW 28C.10.084. Disbursements from
31 the fund shall be on authorization of the agency. During the 2013-2015
32 fiscal biennium, the legislature may transfer from the tuition recovery
33 trust fund to the state general fund and the education legacy trust
34 account such amounts as reflect the excess fund balance in the fund.
35 The fund is subject to the allotment procedure provided under chapter
36 43.88 RCW, but no appropriation is required for disbursements.

1 **Sec. 908.** RCW 36.28A.300 and 2013 2nd sp.s. c 35 s 23 are each
2 amended to read as follows:

3 There is created a 24/7 sobriety program to be administered by the
4 ((~~Washington traffic safety~~)) criminal justice training commission in
5 conjunction with the Washington association of sheriffs and police
6 chiefs. The program shall coordinate efforts among various local
7 government entities for the purpose of implementing alternatives to
8 incarceration for offenders convicted under RCW 46.61.502 or 46.61.504
9 with one or more prior convictions under RCW 46.61.502 or 46.61.504.

10 **Sec. 909.** RCW 36.28A.320 and 2013 2nd sp.s. c 35 s 25 are each
11 amended to read as follows:

12 There is hereby established in the state treasury the 24/7 sobriety
13 account. The account shall be maintained and administered by the
14 ((~~Washington traffic safety~~)) criminal justice training commission to
15 reimburse the state for costs associated with establishing the program
16 and the Washington association of sheriffs and police chiefs for
17 ongoing program administration costs. ((~~The Washington traffic~~
18 ~~safety~~)) criminal justice training commission may accept for deposit in
19 the account money from donations, gifts, grants, participation fees,
20 and user fees or payments. Expenditures from the account shall be
21 budgeted through the normal budget process.

22 **Sec. 910.** RCW 41.06.280 and 2013 2nd sp.s. c 4 s 968 are each
23 amended to read as follows:

24 There is hereby created a fund within the state treasury,
25 designated as the "personnel service fund," to be used by the office of
26 financial management as a revolving fund for the payment of salaries,
27 wages, and operations required for the administration of the provisions
28 of this chapter, applicable provisions of chapter 41.04 RCW, and
29 chapter 41.60 RCW. An amount not to exceed one and one-half percent of
30 the salaries and wages for all positions in the classified service in
31 each of the agencies subject to this chapter, except the institutions
32 of higher education, shall be charged to the operations appropriations
33 of each agency and credited to the personnel service fund as the
34 allotments are approved pursuant to chapter 43.88 RCW. Subject to the
35 above limitations, the amount shall be charged against the allotments
36 pro rata, at a rate to be fixed by the director from time to time

1 which, together with income derived from services rendered under RCW
2 41.06.080, will provide the office of financial management with funds
3 to meet its anticipated expenditures during the allotment period,
4 including the training requirements in RCW 41.06.500 and 41.06.530.
5 All revenues, net of expenditures, previously derived from services
6 provided by the department of enterprise services under RCW 41.06.080
7 must be transferred to the enterprise services account.

8 The director shall fix the terms and charges for services rendered
9 by the office of financial management pursuant to RCW 41.06.080, which
10 amounts shall be credited to the personnel service fund and charged
11 against the proper fund or appropriation of the recipient of such
12 services on a monthly basis. Payment for services so rendered under
13 RCW 41.06.080 shall be made on a monthly basis to the state treasurer
14 and deposited in the personnel service fund.

15 Moneys from the personnel service fund shall be disbursed by the
16 state treasurer by warrants on vouchers duly authorized by the office
17 of financial management.

18 During the 2013-2015 fiscal biennium, the legislature may transfer
19 from the personnel service fund to the state general fund and the
20 education legacy trust account such amounts as reflect the excess fund
21 balance of the account.

22 **Sec. 911.** RCW 43.08.190 and 2013 2nd sp.s. c 4 s 973 are each
23 amended to read as follows:

24 There is hereby created a fund within the state treasury to be
25 known as the "state treasurer's service fund." Such fund shall be used
26 solely for the payment of costs and expenses incurred in the operation
27 and administration of the state treasurer's office.

28 Moneys shall be allocated monthly and placed in the state
29 treasurer's service fund equivalent to a maximum of one percent of the
30 trust and treasury average daily cash balances from the earnings
31 generated under the authority of RCW 43.79A.040 and 43.84.080 other
32 than earnings generated from investment of balances in funds and
33 accounts specified in RCW 43.79A.040(4)(c). The allocation shall
34 precede the distribution of the remaining earnings as prescribed under
35 RCW 43.79A.040 and 43.84.092. The state treasurer shall establish a
36 uniform allocation rate for all funds and accounts; except that the
37 state treasurer may negotiate a different allocation rate with any

1 state agency that has independent authority over funds not statutorily
2 required to be held in the state treasury or in the custody of the
3 state treasurer. In no event shall the rate be less than the actual
4 costs incurred by the state treasurer's office. If no rate is
5 separately negotiated, the default rate for any funds held shall be the
6 rate set for funds held pursuant to statute.

7 During the 2009-2011 fiscal biennium and the 2011-2013 and 2013-
8 2015 fiscal biennia, the legislature may transfer from the state
9 treasurer's service fund to the state general fund such amounts as
10 reflect the excess fund balance of the fund. Additionally, during the
11 2013-2015 fiscal biennium, the legislature may transfer from the state
12 treasurer's service fund to the education legacy trust account such
13 amounts as reflect the excess balance of the fund.

14 **Sec. 912.** RCW 43.10.150 and 2013 2nd sp.s. c 4 s 975 are each
15 amended to read as follows:

16 A legal services revolving fund is hereby created in the state
17 treasury for the purpose of a centralized funding, accounting, and
18 distribution of the actual costs of the legal services provided to
19 agencies of the state government by the attorney general. During the
20 2013-2015 fiscal biennium, the legislature may transfer from the legal
21 services revolving account to the state general fund and the education
22 legacy trust account such amounts as reflect the excess fund balance of
23 the account.

24 **Sec. 913.** RCW 43.19.791 and 2013 2nd sp.s. c 4 s 976 are each
25 amended to read as follows:

26 There is created a revolving fund to be known as the data
27 processing revolving fund in the custody of the state treasurer. The
28 revolving fund shall be used for the acquisition of equipment,
29 software, supplies, and services and the payment of salaries, wages,
30 and other costs incidental to the acquisition, development, operation,
31 and administration of information services, telecommunications,
32 systems, software, supplies and equipment, including the payment of
33 principal and interest on bonds issued for capital projects, by the
34 department, Washington State University's computer services center, the
35 department of enterprise services' personnel information systems group
36 and financial systems management group, and other users as determined

1 by the office of financial management. The revolving fund is subject
2 to the allotment procedure provided under chapter 43.88 RCW. The chief
3 information officer or the chief information officer's designee, with
4 the approval of the technology services board, is authorized to expend
5 up to one million dollars per fiscal biennium for the technology
6 services board to conduct independent technical and financial analysis
7 of proposed information technology projects, and such an expenditure
8 does not require an appropriation. Disbursements from the revolving
9 fund for the services component of the department are not subject to
10 appropriation. Disbursements for the strategic planning and policy
11 component of the department are subject to appropriation. All
12 disbursements from the fund are subject to the allotment procedures
13 provided under chapter 43.88 RCW. The department shall establish and
14 implement a billing structure to assure all agencies pay an equitable
15 share of the costs.

16 During the 2011-2013 and the 2013-2015 fiscal biennia, the
17 legislature may transfer from the data processing revolving account to
18 the state general fund such amounts as reflect the excess fund balance
19 and may use the data processing revolving account for information
20 technology projects. Additionally, during the 2013-2015 fiscal
21 biennium, the legislature may transfer from the data processing
22 revolving account to the education legacy trust account such amounts as
23 reflect the excess balance of the fund.

24 As used in this section, the word "supplies" shall not be
25 interpreted to delegate or abrogate the division of purchasing's
26 responsibilities and authority to purchase supplies as described in RCW
27 43.19.190 and 43.19.200.

28 **Sec. 914.** RCW 43.79.480 and 2013 2nd sp.s. c 4 s 980 are each
29 amended to read as follows:

30 (1) Moneys received by the state of Washington in accordance with
31 the settlement of the state's legal action against tobacco product
32 manufacturers, exclusive of costs and attorneys' fees, shall be
33 deposited in the tobacco settlement account created in this section
34 except as these moneys are sold or assigned under chapter 43.340 RCW.

35 (2) The tobacco settlement account is created in the state
36 treasury. Moneys in the tobacco settlement account may only be
37 transferred to the state general fund, and to the tobacco prevention

1 and control account for purposes set forth in this section. The
2 legislature shall transfer amounts received as strategic contribution
3 payments as defined in RCW 43.350.010 to the life sciences discovery
4 fund created in RCW 43.350.070. During the 2009-2011 and 2011-2013
5 fiscal biennia, the legislature may transfer less than the entire
6 strategic contribution payments, and may transfer amounts attributable
7 to strategic contribution payments into the basic health plan
8 stabilization account. During the 2013-2015 fiscal biennium, the
9 legislature may transfer less than the entire strategic contribution
10 payments, and may transfer amounts attributable to strategic
11 contribution payments into the state general fund and the education
12 legacy trust account.

13 (3) The tobacco prevention and control account is created in the
14 state treasury. The source of revenue for this account is moneys
15 transferred to the account from the tobacco settlement account,
16 investment earnings, donations to the account, and other revenues as
17 directed by law. Expenditures from the account are subject to
18 appropriation. During the 2009-2011 fiscal biennium, the legislature
19 may transfer from the tobacco prevention and control account to the
20 state general fund such amounts as represent the excess fund balance of
21 the account.

22 **Sec. 915.** RCW 43.325.040 and 2013 2nd sp.s. c 4 s 984 are each
23 amended to read as follows:

24 (1) The energy freedom account is created in the state treasury.
25 All receipts from appropriations made to the account and any loan
26 payments of principal and interest derived from loans made under the
27 energy freedom account must be deposited into the account. Moneys in
28 the account may be spent only after appropriation. Expenditures from
29 the account may be used only for financial assistance for further
30 funding for projects consistent with this chapter or otherwise
31 authorized by the legislature.

32 (2) The green energy incentive account is created in the state
33 treasury as a subaccount of the energy freedom account. All receipts
34 from appropriations made to the green energy incentive account shall be
35 deposited into the account, and may be spent only after appropriation.
36 Expenditures from the account may be used only for:

37 (a) Refueling projects awarded under this chapter;

1 (b) Pilot projects for plug-in hybrids, including grants provided
2 for the electrification program set forth in RCW 43.325.110; and

3 (c) Demonstration projects developed with state universities as
4 defined in RCW 28B.10.016 and local governments that result in the
5 design and building of a hydrogen vehicle fueling station.

6 (3)(a) The energy recovery act account is created in the state
7 treasury. State and federal funds may be deposited into the account
8 and any loan payments of principal and interest derived from loans made
9 from the energy recovery act account must be deposited into the
10 account. Moneys in the account may be spent only after appropriation.

11 (b) Expenditures from the account may be used only for loans, loan
12 guarantees, and grants that encourage the establishment of innovative
13 and sustainable industries for renewable energy and energy efficiency
14 technology, including but not limited to:

15 (i) Renewable energy projects or programs that require interim
16 financing to complete project development and implementation;

17 (ii) Companies with innovative, near-commercial or commercial,
18 clean energy technology; and

19 (iii) Energy efficiency technologies that have a viable repayment
20 stream from reduced utility costs.

21 (c) The director shall establish policies and procedures for
22 processing, reviewing, and approving applications for funding under
23 this section. When developing these policies and procedures, the
24 department must consider the clean energy leadership strategy developed
25 under section 2, chapter 318, Laws of 2009.

26 (d) The director shall enter into agreements with approved
27 applicants to fix the term and rates of funding provided from this
28 account.

29 (e) The policies and procedures of this subsection (3) do not apply
30 to assistance awarded for projects under RCW 43.325.020(3).

31 (4) Any state agency receiving funding from the energy freedom
32 account is prohibited from retaining greater than three percent of any
33 funding provided from the energy freedom account for administrative
34 overhead or other deductions not directly associated with conducting
35 the research, projects, or other end products that the funding is
36 designed to produce unless this provision is waived in writing by the
37 director.

1 (5) Any university, institute, or other entity that is not a state
2 agency receiving funding from the energy freedom account is prohibited
3 from retaining greater than fifteen percent of any funding provided
4 from the energy freedom account for administrative overhead or other
5 deductions not directly associated with conducting the research,
6 projects, or other end products that the funding is designed to
7 produce.

8 (6) Subsections (2), (4), and (5) of this section do not apply to
9 assistance awarded for projects under RCW 43.325.020(3).

10 (7) During the 2013-2015 fiscal biennium, the legislature may
11 transfer from the energy freedom account to the state general fund and
12 the education legacy trust account such amounts as reflect the excess
13 fund balance of the account.

14 **Sec. 916.** RCW 67.70.260 and 2011 1st sp.s. c 50 s 962 are each
15 amended to read as follows:

16 There is hereby created the lottery administrative account in the
17 state treasury. The account shall be managed, controlled, and
18 maintained by the director. The legislature may appropriate from the
19 account for the payment of costs incurred in the operation and
20 administration of the lottery. During the 2001-2003 fiscal biennium,
21 the legislature may transfer from the lottery administrative account to
22 the state general fund such amounts as reflect the appropriations
23 reductions made by the 2002 supplemental appropriations act for
24 administrative efficiencies and savings. During the ((2011-2013))
25 2013-2015 fiscal biennium, the lottery administrative account may also
26 be used to fund an independent forecast of the lottery revenues
27 conducted by the economic and revenue forecast council.

28 **Sec. 917.** RCW 77.36.170 and 2013 c 329 s 2 are each amended to
29 read as follows:

30 (1) The department may pay no more than fifty thousand dollars per
31 fiscal year from the state wildlife account created in RCW 77.12.170
32 for claims and assessment costs for injury or loss of livestock caused
33 by wolves submitted under RCW 77.36.100.

34 (2) Notwithstanding other provisions of this chapter, the
35 department may also accept and expend money from other sources to

1 address injury or loss of livestock or other property caused by wolves
2 consistent with the requirements on that source of funding.

3 (3) If any wildlife account expenditures authorized under
4 subsections (1) and (4) of this section are unspent as of June 30th of
5 a fiscal year, the state treasurer shall transfer the unspent amount to
6 the wolf-livestock conflict account created in RCW 77.36.180.

7 (4) During the 2014 fiscal year, the department may pay no more
8 than two hundred and fifty thousand dollars from the state wildlife
9 account created in RCW 77.12.170 for claims and assessment costs for
10 injury or loss of livestock caused by wolves submitted under RCW
11 77.36.100.

12 **Sec. 918.** RCW 82.08.160 and 2013 2nd sp.s. c 4 s 1003 are each
13 amended to read as follows:

14 (1) On or before the twenty-fifth day of each month, all taxes
15 collected under RCW 82.08.150 during the preceding month must be
16 remitted to the state department of revenue, to be deposited with the
17 state treasurer. Except as provided in subsections (2), (3), and (4)
18 of this section, upon receipt of such moneys the state treasurer must
19 credit sixty-five percent of the sums collected and remitted under RCW
20 82.08.150 (1) and (2) and one hundred percent of the sums collected and
21 remitted under RCW 82.08.150 (3) and (4) to the state general fund and
22 thirty-five percent of the sums collected and remitted under RCW
23 82.08.150 (1) and (2) to a fund which is hereby created to be known as
24 the "liquor excise tax fund."

25 (2) During the 2012 fiscal year, 66.19 percent of the sums
26 collected and remitted under RCW 82.08.150 (1) and (2) must be
27 deposited in the state general fund and the remainder collected and
28 remitted under RCW 82.08.150 (1) and (2) must be deposited in the
29 liquor excise tax fund.

30 (3) During fiscal year 2013, all funds collected under RCW
31 82.08.150 (1), (2), (3), and (4) must be deposited into the state
32 general fund.

33 (4) During the 2013-2015 fiscal biennium, (~~eighty-two~~)
34 seventy-seven and one-half percent of the sums collected and remitted
35 under RCW 82.08.150 (1) and (2) must be deposited in the state general
36 fund and the remainder collected and remitted under RCW 82.08.150 (1)

1 and (2) must be deposited in the liquor excise tax fund. The
2 amendments in this section are curative, clarifying, and remedial and
3 apply retroactively to July 1, 2013.

4 **Sec. 919.** 2013 2nd sp.s. c 35 s 39 (uncodified) is amended to read
5 as follows:

6 The sum of one hundred seventy-six thousand dollars of the state
7 general fund for the fiscal year ending June 30, 2014, and one hundred
8 seventy-six thousand dollars of the state general fund for the fiscal
9 year ending June 30, 2015, or as much thereof as may be necessary, are
10 appropriated to the (~~Washington traffic safety~~) criminal justice
11 training commission solely for the purposes of (~~section 25 of this~~
12 ~~act~~) RCW 36.28A.320.

13 NEW SECTION. **Sec. 920.** 2013 2nd sp.s. c 35 s 40 (uncodified) is
14 repealed.

15 NEW SECTION. **Sec. 921.** A new section is added to 2013 2nd sp.s.
16 c 4 (uncodified) to read as follows:

17 The sum of one hundred seventy thousand dollars from the state
18 general fund for the fiscal year ending June 30, 2014, and two hundred
19 twenty-seven thousand dollars of the state general fund for the fiscal
20 year ending June 30, 2015, or as much thereof as may be necessary, are
21 appropriated for expenditure into the county criminal justice
22 assistance account. The treasurer shall make quarterly distributions
23 from the county criminal justice assistance account of the amounts
24 provided in this section in accordance with RCW 82.14.310 for the
25 purposes of reimbursing local jurisdictions for increased costs
26 incurred as a result of the mandatory arrest of repeat offenders
27 pursuant to chapter 35, Laws of 2013 2nd sp. sess. The first
28 distribution for fiscal year 2014 shall include amounts from previous
29 quarters for which distributions were not made. The appropriations and
30 distributions made under this section constitute appropriate
31 reimbursement for costs for any new programs or increased level of
32 services for the purposes of RCW 43.135.060.

33 NEW SECTION. **Sec. 922.** A new section is added to 2013 2nd sp.s.
34 c 4 (uncodified) to read as follows:

1 The sum of one hundred thousand dollars from the state general fund
2 for the fiscal year ending June 30, 2014, and one hundred thirty-three
3 thousand dollars from the state general fund for the fiscal year ending
4 June 30, 2015, or as much thereof as may be necessary, are appropriated
5 for expenditure into the municipal criminal justice assistance account.
6 The treasurer shall make quarterly distributions from the municipal
7 criminal justice assistance account of the amounts provided in this
8 section in accordance with RCW 82.14.320, for the purposes of
9 reimbursing local jurisdictions for increased costs incurred as a
10 result of the mandatory arrest of repeat offenders pursuant to chapter
11 35, Laws of 2013 2nd sp. sess. The first distribution for fiscal year
12 2014 shall include amounts from previous quarters for which
13 distributions were not made. The appropriations and distributions made
14 under this section constitute appropriate reimbursement for costs for
15 any new programs or increased level of services for the purposes of RCW
16 43.135.060.

17 NEW SECTION. **Sec. 923.** Section 915 of this act expires June 30,
18 2016.

19 NEW SECTION. **Sec. 924.** If any provision of this act or its
20 application to any person or circumstance is held invalid, the
21 remainder of the act or the application of the provision to other
22 persons or circumstances is not affected.

23 NEW SECTION. **Sec. 925.** This act is necessary for the immediate
24 preservation of the public peace, health, or safety, or support of the
25 state government and its existing public institutions, and takes effect
26 immediately.

(End of Bill)

INDEX

PAGE #

ACQUISITION OF INFORMATION TECHNOLOGY PROJECTS THROUGH FINANCIAL CONTRACTS . . . 254

ADMINISTRATOR FOR THE COURTS 8

ATTORNEY GENERAL 20

BOARD FOR VOLUNTEER FIREFIGHTERS 48

BOARD OF ACCOUNTANCY 45

BOARD OF INDUSTRIAL INSURANCE APPEALS 114

BOARD OF TAX APPEALS 40

CASELOAD FORECAST COUNCIL 23

CENTRAL WASHINGTON UNIVERSITY 219

CITIZENS ' COMMISSION ON SALARIES FOR ELECTED OFFICIALS 20

COLLECTIVE BARGAINING AGREEMENT FOR NONSTATE EMPLOYEES

 SEIU LOCAL 925 CHILDCARE WORKERS 252

COLUMBIA RIVER GORGE COMMISSION 142

COMMISSION ON AFRICAN-AMERICAN AFFAIRS 36

COMMISSION ON ASIAN PACIFIC AMERICAN AFFAIRS 18

COMMISSION ON HISPANIC AFFAIRS 36

COMMISSION ON JUDICIAL CONDUCT 8

COMPENSATION

 NONREPRESENTED EMPLOYEES--INSURANCE BENEFITS 253

 REPRESENTED EMPLOYEES OUTSIDE SUPER COALITION--INSURANCE BENEFITS 251

 REPRESENTED EMPLOYEES--SUPER COALITION--INSURANCE BENEFITS 250

CONSERVATION COMMISSION 149

COURT OF APPEALS 8

CRIMINAL JUSTICE TRAINING COMMISSION 114

DEPARTMENT OF AGRICULTURE 157

DEPARTMENT OF ARCHAEOLOGY AND HISTORIC PRESERVATION 48

DEPARTMENT OF COMMERCE 23

DEPARTMENT OF CORRECTIONS 128

DEPARTMENT OF EARLY LEARNING 226

DEPARTMENT OF ECOLOGY 142

DEPARTMENT OF ENTERPRISE SERVICES 45

DEPARTMENT OF FISH AND WILDLIFE 150

DEPARTMENT OF HEALTH 120

DEPARTMENT OF LABOR AND INDUSTRIES 116

DEPARTMENT OF LICENSING 160

DEPARTMENT OF NATURAL RESOURCES 154

DEPARTMENT OF RETIREMENT SYSTEMS--OPERATIONS	37
DEPARTMENT OF REVENUE	37
DEPARTMENT OF SERVICES FOR THE BLIND	138
DEPARTMENT OF SOCIAL AND HEALTH SERVICES	50
ADMINISTRATION AND SUPPORTING SERVICES PROGRAM	93
AGING AND ADULT SERVICES PROGRAM	78
ALCOHOL AND SUBSTANCE ABUSE PROGRAM	89
CHILDREN AND FAMILY SERVICES PROGRAM	53
DEVELOPMENTAL DISABILITIES PROGRAM	74
ECONOMIC SERVICES PROGRAM	85
JUVENILE REHABILITATION PROGRAM	59
MENTAL HEALTH PROGRAM	64
PAYMENTS TO OTHER AGENCIES PROGRAM	95
SPECIAL COMMITMENT PROGRAM	92
VOCATIONAL REHABILITATION PROGRAM	91
DEPARTMENT OF VETERANS AFFAIRS	119
EASTERN WASHINGTON STATE HISTORICAL SOCIETY	232
EASTERN WASHINGTON UNIVERSITY	218
ECONOMIC AND REVENUE FORECAST COUNCIL	30
EMPLOYMENT SECURITY DEPARTMENT	139
ENVIRONMENTAL AND LAND USE HEARINGS OFFICE	148
EVERGREEN STATE COLLEGE	219
GAMBLING COMMISSION	49
GOVERNOR ' S OFFICE OF INDIAN AFFAIRS	18
HORSE RACING COMMISSION	45
HOUSE OF REPRESENTATIVES	2
HUMAN RIGHTS COMMISSION	113
INSURANCE COMMISSIONER	40
JOINT LEGISLATIVE AUDIT AND REVIEW COMMITTEE	2
JOINT LEGISLATIVE SYSTEMS COMMITTEE	6
LAW LIBRARY	8
LEGISLATIVE EVALUATION AND ACCOUNTABILITY PROGRAM COMMITTEE	6
LIEUTENANT GOVERNOR	15
LIQUOR CONTROL BOARD	41
MILITARY DEPARTMENT	43
OFFICE OF ADMINISTRATIVE HEARINGS	35
OFFICE OF CIVIL LEGAL AID	13
OFFICE OF FINANCIAL MANAGEMENT	30
COMMON SCHOOL CONSTRUCTION ACCOUNT	239

CONTRIBUTIONS FOR STATE EMPLOYEE HEALTH INSURANCE	237
EXTRAORDINARY CRIMINAL JUSTICE COSTS	238
NATURAL RESOURCES REAL PROPERTY REPLACEMENT ACCOUNT	239
OFFICE OF ADMINISTRATIVE HEARINGS	240
OFFICE OF ATTORNEY GENERAL	239
OFFICE OF THE CHIEF INFORMATION OFFICER	240
PARKLAND TRUST REVOLVING ACCOUNT	238
THURSTON COUNTY CAPITAL FACILITIES ACCOUNT	238
OFFICE OF LEGISLATIVE SUPPORT SERVICES	7
OFFICE OF MINORITY AND WOMEN' S BUSINESS ENTERPRISES	40
OFFICE OF PUBLIC DEFENSE	13
OFFICE OF THE GOVERNOR	14
OFFICE OF THE STATE ACTUARY	7
PROGRAMS FOR HIGHLY CAPABLE STUDENTS	195
PUBLIC BACCALAUREATE INSTITUTIONS	210
PUBLIC DISCLOSURE COMMISSION	15
PUBLIC EMPLOYMENT RELATIONS COMMISSION	45
PUGET SOUND PARTNERSHIP	158
RECREATION AND CONSERVATION FUNDING BOARD	148
SECRETARY OF STATE	15
SENATE	2
STATE AUDITOR	19
STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES	211
STATE HEALTH CARE AUTHORITY	96
STATE INVESTMENT BOARD	41
STATE PARKS AND RECREATION COMMISSION	146
STATE PATROL	161
STATE SCHOOL FOR THE BLIND	230
STATE TREASURER	19, 241
BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION	233, 234
COUNTY PUBLIC HEALTH ASSISTANCE	235
FEDERAL REVENUES FOR DISTRIBUTION	243
FOR THE COUNTY CRIMINAL JUSTICE ASSISTANCE ACCOUNT	242
MUNICIPAL CRIMINAL JUSTICE ASSISTANCE ACCOUNT	243
TRANSFERS	244
STATUTE LAW COMMITTEE	7
STUDENT ACHIEVEMENT COUNCIL	
OFFICE OF STUDENT FINANCIAL ASSISTANCE	223
POLICY COORDINATION AND ADMINISTRATION	222

SUNDRY CLAIMS	237
SUPERINTENDENT OF PUBLIC INSTRUCTION	164, 206
EDUCATION REFORM PROGRAMS	196
EDUCATIONAL SERVICE DISTRICTS	193
GENERAL APPORTIONMENT	174
INSTITUTIONAL EDUCATION PROGRAMS	194
LEARNING ASSISTANCE PROGRAM	205
LOCAL EFFORT ASSISTANCE	194
MISCELLANEOUS--NO CHILD LEFT BEHIND ACT	196
PUPIL TRANSPORTATION	186
SCHOOL FOOD SERVICE PROGRAMS	188
SPECIAL EDUCATION PROGRAMS	189
TRANSITIONAL BILINGUAL PROGRAMS	203
SUPREME COURT	7
UNIVERSITY OF WASHINGTON	214
UTILITIES AND TRANSPORTATION COMMISSION	42
WASHINGTON POLLUTION LIABILITY INSURANCE PROGRAM	158
WASHINGTON STATE ARTS COMMISSION	231
WASHINGTON STATE CENTER FOR CHILDHOOD DEAFNESS AND HEARING LOSS	231
WASHINGTON STATE CHARTER SCHOOL COMMISSION	207
WASHINGTON STATE HISTORICAL SOCIETY	231
WASHINGTON STATE LOTTERY	36
WASHINGTON STATE UNIVERSITY	216
WESTERN WASHINGTON UNIVERSITY	221
WORK FORCE TRAINING AND EDUCATION COORDINATING BOARD	226

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