

ESSB 6032 - CONF REPT  
By Conference Committee

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

3 "PART I  
4 GENERAL GOVERNMENT

5 Sec. 101. 2017 3rd sp.s. c 1 s 101 (uncodified) is amended to  
6 read as follows:

7 FOR THE HOUSE OF REPRESENTATIVES

|    |   |                               |
|----|---|-------------------------------|
| 8  | General Fund—State Appropriation (FY 2018). . . . .             | (( <del>\$37,642,000</del> )) |
| 9  |   | <u>\$35,641,000</u>           |
| 10 | General Fund—State Appropriation (FY 2019). . . . .             | (( <del>\$39,205,000</del> )) |
| 11 |   | <u>\$37,586,000</u>           |
| 12 | <del>((Motor Vehicle Account—State Appropriation. . . . .</del> | <del>\$2,011,000))</del>      |
| 13 | <u>Pension Funding Stabilization Account—State</u>              |                               |
| 14 | <u>Appropriation. . . . .</u>                                   | <u>\$4,280,000</u>            |
| 15 | TOTAL APPROPRIATION. . . . .                                    | (( <del>\$78,858,000</del> )) |
| 16 |   | <u>\$77,507,000</u>           |

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

19 (1) \$27,000 of the general fund—state appropriation for fiscal  
20 year 2019 is provided solely for the tax structure reform work group.  
21 The speaker shall designate one member from each of the major  
22 caucuses in the house of representatives as a work group to  
23 facilitate public discussions throughout the state regarding  
24 Washington's tax structure. As part of this effort, the work group  
25 may hold up to seven public meetings in geographically dispersed  
26 areas of the state throughout the 2017-2019 fiscal biennium. These  
27 discussions may include but are not limited to the advantages and  
28 disadvantages of the state's current tax structure and potential  
29 options to improve the current structure for the benefit of  
30 individuals, families, and businesses in Washington state. The work  
31 group is staffed by the office of program research. The work group

1 may report to the house of representatives finance committee and  
2 other house of representatives committees upon request of the  
3 committee chair.

4 (2) The joint select committee on health care oversight shall  
5 collaborate with the health care authority and the department of  
6 health to develop a plan to restructure and strengthen the rural  
7 health care system. To the extent possible, the committee shall  
8 leverage findings of the Washington rural health access preservation  
9 pilot.

10 **Sec. 102.** 2017 3rd sp.s. c 1 s 102 (uncodified) is amended to  
11 read as follows:

12 **FOR THE SENATE**

|    |   |                               |
|----|---|-------------------------------|
| 13 | General Fund—State Appropriation (FY 2018). . . . .             | (( <del>\$26,369,000</del> )) |
| 14 |   | <u>\$25,056,000</u>           |
| 15 | General Fund—State Appropriation (FY 2019). . . . .             | (( <del>\$29,451,000</del> )) |
| 16 |   | <u>\$28,548,000</u>           |
| 17 | <del>((Motor Vehicle Account—State Appropriation. . . . .</del> | <del>\$1,903,000))</del>      |
| 18 | <u>Pension Funding Stabilization Account—State</u>              |                               |
| 19 | <u>Appropriation. . . . .</u>                                   | <u>\$2,941,000</u>            |
| 20 | TOTAL APPROPRIATION. . . . .                                    | (( <del>\$57,723,000</del> )) |
| 21 |   | <u>\$56,545,000</u>           |

22 The appropriations in this section are subject to the following  
23 conditions and limitations: The joint select committee on health care  
24 oversight shall collaborate with the health care authority and the  
25 department of health to develop a plan to restructure and strengthen  
26 the rural health care system. To the extent possible, the committee  
27 shall leverage findings of the Washington rural health access  
28 preservation pilot.

29 **Sec. 103.** 2017 3rd sp.s. c 1 s 103 (uncodified) is amended to  
30 read as follows:

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

|    |   |                              |
|----|---|------------------------------|
| 32 | General Fund—State Appropriation (FY 2018). . . . . | \$135,000                    |
| 33 | General Fund—State Appropriation (FY 2019). . . . . | \$29,000                     |
| 34 | Performance Audits of Government—State              |                              |
| 35 | Appropriation. . . . .                              | (( <del>\$8,619,000</del> )) |
| 36 |   | <u>\$8,341,000</u>           |
| 37 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$8,783,000</del> )) |

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

(1) Notwithstanding the provisions of this section, the joint legislative audit and review committee may adjust the due dates for projects included on the committee's 2017-2019 work plan as necessary to efficiently manage workload.

(2) The committee shall complete its analysis of fire suppression funding and costs for the department of natural resources and the state fire marshal. A report on the results of the analysis with any findings and recommendations shall be submitted to the appropriate committees of the legislature by December 2017.

(3) \$308,000 of the performance audits of government account—state appropriation is provided solely for the implementation of chapter 303, Laws of 2017 (ESHB 1594) (public records administration).

~~((+5))~~ (4) \$100,000 of the performance audits of government account—state appropriation is provided solely for an evaluation of: (a) The adequacy and effectiveness of the department of commerce office of youth homelessness performance based contracting with homelessness service providers; and (b) compliance with the performance measurement, reporting, and quality award program application requirements of chapter 43.185C RCW.

~~((+6))~~ (5) The agency is directed to use its moneys in the savings incentive account for one-time relocation, furniture, equipment, and tenant improvements costs to move to the 1063 building.

~~((+7))~~ (6)(a) \$250,000 of the performance audit of government—state appropriation is provided solely for the committee to conduct a study of the employment services and community access services provided by the department of social and health services for individuals with a developmental disability. The study should explore the following topics:

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

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

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

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

7 (v) The costs and benefits associated with community access  
8 services; and

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

12 (b) The evaluation must solicit input from interested  
13 stakeholders to include, but not be limited to, the ARC of  
14 Washington, the developmental disabilities council, the Washington  
15 association of counties, and disability rights of Washington.

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

17 (7) \$32,000 of the performance audits of government account—state  
18 appropriation is provided solely for implementation of Second  
19 Engrossed Substitute House Bill No. 1508 (student meals and  
20 nutrition). If the bill is not enacted by June 30, 2018, the amount  
21 provided in this subsection shall lapse.

22 (8) \$132,000 of the performance audits of government account—  
23 state appropriation is provided solely for implementation of  
24 Engrossed Fourth Substitute Senate Bill No. 5251 (tourism marketing).  
25 If the bill is not enacted by June 30, 2018, the amount provided in  
26 this subsection shall lapse.

27 (9) \$16,000 of the performance audits of government—state  
28 appropriation is provided solely for implementation of Substitute  
29 House Bill No. 1154 (fishing and seafood processing). If the bill is  
30 not enacted by June 30, 2018, the amount provided in this subsection  
31 shall lapse.

32 (10) \$14,000 of the performance audits of government—state  
33 appropriation is provided solely for implementation of Substitute  
34 House Bill No. 2269 (adaptive automotive equipment tax). If the bill  
35 is not enacted by June 30, 2018, the amount provided in this  
36 subsection shall lapse.

37 (11) \$13,000 of the performance audits of government—state  
38 appropriation is provided solely for implementation of Substitute  
39 House Bill No. 2448 (developmental disability housing/tax). If the

1 bill is not enacted by June 30, 2018, the amount provided in this  
2 subsection shall lapse.

3 (12) \$22,000 of the performance audits of government—state  
4 appropriation is provided solely for implementation of Substitute  
5 House Bill No. 2580 (renewable natural gas). If the bill is not  
6 enacted by June 30, 2018, the amount provided in this subsection  
7 shall lapse.

8 **Sec. 104.** 2017 3rd sp.s. c 1 s 104 (uncodified) is amended to  
9 read as follows:

10 **FOR THE LEGISLATIVE EVALUATION AND ACCOUNTABILITY PROGRAM COMMITTEE**  
11 Performance Audits of Government—State  
12 Appropriation. . . . . \$4,175,000

13 The appropriation in this section is subject to the following  
14 conditions and limitations: The agency is directed to use ~~((its))~~  
15 moneys in the savings incentive account for one-time relocation,  
16 furniture, equipment, and tenant improvements costs to move to the  
17 1063 building.

18 **Sec. 105.** 2017 3rd sp.s. c 1 s 105 (uncodified) is amended to  
19 read as follows:

20 **FOR THE JOINT LEGISLATIVE SYSTEMS COMMITTEE**  
21 General Fund—State Appropriation (FY 2018). . . . . ~~(((\$10,730,000))~~  
22 \$10,320,000  
23 General Fund—State Appropriation (FY 2019). . . . . ~~(((\$10,254,000))~~  
24 \$10,802,000  
25 Pension Funding Stabilization Account—State  
26 Appropriation. . . . . \$825,000  
27 TOTAL APPROPRIATION. . . . . ~~(((\$20,984,000))~~  
28 \$21,947,000

29 **Sec. 106.** 2017 3rd sp.s. c 1 s 106 (uncodified) is amended to  
30 read as follows:

31 **FOR THE OFFICE OF THE STATE ACTUARY**  
32 General Fund—State Appropriation (FY 2018). . . . . ~~(((\$302,000))~~  
33 \$288,000  
34 General Fund—State Appropriation (FY 2019). . . . . ~~(((\$308,000))~~  
35 \$293,000  
36 State Health Care Authority Administrative Account—State



1       **Sec. 109.** 2017 3rd sp.s. c 1 s 110 (uncodified) is amended to  
2 read as follows:

3       **FOR THE SUPREME COURT**

|    |   |                               |
|----|---|-------------------------------|
| 4  | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$8,046,000</del> ))  |
| 5  |   | <u>\$7,712,000</u>            |
| 6  | General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$8,368,000</del> ))  |
| 7  |   | <u>\$8,025,000</u>            |
| 8  | <u>Pension Funding Stabilization Account—State</u>  |                               |
| 9  | <u>Appropriation. . . . .</u>                       | \$671,000                     |
| 10 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$16,414,000</del> )) |
| 11 |   | <u>\$16,408,000</u>           |

12       **Sec. 110.** 2017 3rd sp.s. c 1 s 111 (uncodified) is amended to  
13 read as follows:

14       **FOR THE LAW LIBRARY**

|    |   |                              |
|----|---|------------------------------|
| 15 | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$1,685,000</del> )) |
| 16 |   | <u>\$1,622,000</u>           |
| 17 | General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$1,714,000</del> )) |
| 18 |   | <u>\$1,652,000</u>           |
| 19 | <u>Pension Funding Stabilization Account—State</u>  |                              |
| 20 | <u>Appropriation. . . . .</u>                       | \$128,000                    |
| 21 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$3,399,000</del> )) |
| 22 |   | <u>\$3,402,000</u>           |

23       **Sec. 111.** 2017 3rd sp.s. c 1 s 112 (uncodified) is amended to  
24 read as follows:

25       **FOR THE COMMISSION ON JUDICIAL CONDUCT**

|    |   |                              |
|----|---|------------------------------|
| 26 | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$1,340,000</del> )) |
| 27 |   | <u>\$1,247,000</u>           |
| 28 | General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$1,236,000</del> )) |
| 29 |   | <u>\$1,203,000</u>           |
| 30 | <u>Pension Funding Stabilization Account—State</u>  |                              |
| 31 | <u>Appropriation. . . . .</u>                       | \$130,000                    |
| 32 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$2,576,000</del> )) |
| 33 |   | <u>\$2,580,000</u>           |

34       **Sec. 112.** 2017 3rd sp.s. c 1 s 113 (uncodified) is amended to  
35 read as follows:

36       **FOR THE COURT OF APPEALS**

|   |   |                               |
|---|---|-------------------------------|
| 1 | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$18,077,000</del> )) |
| 2 |   | <u>\$17,342,000</u>           |
| 3 | General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$18,860,000</del> )) |
| 4 |   | <u>\$18,066,000</u>           |
| 5 | <u>Pension Funding Stabilization Account—State</u>  |                               |
| 6 | <u>Appropriation. . . . .</u>                       | <u>\$1,477,000</u>            |
| 7 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$36,937,000</del> )) |
| 8 |   | <u>\$36,885,000</u>           |

9       **Sec. 113.** 2017 3rd sp.s. c 1 s 114 (uncodified) is amended to  
10 read as follows:

11 **FOR THE ADMINISTRATOR FOR THE COURTS**

|    |   |                                |
|----|---|--------------------------------|
| 12 | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$56,910,000</del> ))  |
| 13 |   | <u>\$55,112,000</u>            |
| 14 | General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$58,751,000</del> ))  |
| 15 |   | <u>\$58,597,000</u>            |
| 16 | General Fund—Federal Appropriation. . . . .         | (( <del>\$2,175,000</del> ))   |
| 17 |   | <u>\$2,174,000</u>             |
| 18 | General Fund—Private/Local Appropriation. . . . .   | (( <del>\$677,000</del> ))     |
| 19 |   | <u>\$676,000</u>               |
| 20 | <u>Judicial Information Systems Account—State</u>   |                                |
| 21 | <u>Appropriation. . . . .</u>                       | (( <del>\$58,486,000</del> ))  |
| 22 |   | <u>\$61,089,000</u>            |
| 23 | <u>Judicial Stabilization Trust Account—State</u>   |                                |
| 24 | <u>Appropriation. . . . .</u>                       | <u>\$6,691,000</u>             |
| 25 | <u>Pension Funding Stabilization Account—State</u>  |                                |
| 26 | <u>Appropriation. . . . .</u>                       | <u>\$4,580,000</u>             |
| 27 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$183,690,000</del> )) |
| 28 |   | <u>\$188,919,000</u>           |

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

31       (1) The distributions made under this subsection and  
32 distributions from the county criminal justice assistance account  
33 made pursuant to section 801 of this act constitute appropriate  
34 reimbursement for costs for any new programs or increased level of  
35 service for purposes of RCW 43.135.060.

36       (2) \$1,399,000 of the general fund—state appropriation for fiscal  
37 year 2018 and \$1,399,000 of the general fund—state appropriation for  
38 fiscal year 2019 are provided solely for school districts for



1 petitions to juvenile court for truant students as provided in RCW  
2 28A.225.030 and 28A.225.035. The administrator for the courts shall  
3 develop an interagency agreement with the superintendent of public  
4 instruction to allocate the funding provided in this subsection.  
5 Allocation of this money to school districts shall be based on the  
6 number of petitions filed. This funding includes amounts school  
7 districts may expend on the cost of serving petitions filed under RCW  
8 28A.225.030 by certified mail or by personal service or for the  
9 performance of service of process for any hearing associated with RCW  
10 28A.225.030.

11 (3)(a) \$7,313,000 of the general fund—state appropriation for  
12 fiscal year 2018 and \$7,313,000 of the general fund—state  
13 appropriation for fiscal year 2019 are provided solely for  
14 distribution to county juvenile court administrators to fund the  
15 costs of processing truancy, children in need of services, and at-  
16 risk youth petitions. The administrator for the courts, in  
17 conjunction with the juvenile court administrators, shall develop an  
18 equitable funding distribution formula. The formula shall neither  
19 reward counties with higher than average per-petition processing  
20 costs nor shall it penalize counties with lower than average per-  
21 petition processing costs.

22 (b) Each fiscal year during the 2017-2019 fiscal biennium, each  
23 county shall report the number of petitions processed and the total  
24 actual costs of processing truancy, children in need of services, and  
25 at-risk youth petitions. Counties shall submit the reports to the  
26 administrator for the courts no later than 45 days after the end of  
27 the fiscal year. The administrator for the courts shall  
28 electronically transmit this information to the chairs and ranking  
29 minority members of the house of representatives and senate fiscal  
30 committees no later than 60 days after a fiscal year ends. These  
31 reports are deemed informational in nature and are not for the  
32 purpose of distributing funds.

33 (4) \$12,000,000 of the judicial information systems account—state  
34 appropriation is provided solely for the continued implementation of  
35 the superior courts case management system. Of the amount  
36 appropriated, \$8,300,000 is provided solely for expenditures in  
37 fiscal year 2018. The remaining appropriation of \$3,700,000 is  
38 provided solely for expenditures in fiscal year 2019 and shall lapse  
39 and remain unexpended if the superior court case management system is

1 not live and fully functional in Cowlitz, Grays Harbor, Klickitat,  
2 Mason, Pacific, and Skamania counties by July 1, 2017, and Clallum,  
3 Jefferson, Kitsap, Skagit, and Whatcom counties by January 1, 2018.

4 (5) \$4,339,000 of the judicial information systems account—state  
5 appropriation is provided solely for the information network hub  
6 project.

7 (6)(a) (~~(\$10,000,000)~~) \$10,390,000 of the judicial information  
8 systems account—state appropriation is provided solely for other  
9 judicial branch information technology projects, including:

10 (i) The superior court case management system;

11 (ii) The courts of limited jurisdiction case management system;

12 (iii) (~~(Equipment—replacement)~~) The appellate court case  
13 management system; and

14 (iv) Support staff for information technology projects.

15 (b) Expenditures from the judicial information systems account  
16 shall not exceed available resources. The office must coordinate with  
17 the steering committee for the superior court case management system  
18 and the steering committee for the courts of limited jurisdiction  
19 case management system to prioritize expenditures for judicial branch  
20 information technology projects. For any competitive procurement  
21 using amounts appropriated, the office of the chief information  
22 officer must review the qualifications and proposed work plan of the  
23 apparently successful bidder prior to final selection and review the  
24 proposed vendor contract prior to its execution. The office shall not  
25 enter into any contract using appropriated amounts that would cause  
26 total information technology expenditures to exceed projected  
27 resources in the judicial information systems account in the  
28 2019-2021 fiscal biennium.

29 (7) (~~(\$406,000)~~) \$811,000 of the general fund—state appropriation  
30 for fiscal year 2018 (~~(and \$405,000 of the general fund state~~  
31 ~~appropriation for fiscal year 2019 are)~~) is provided solely for the  
32 statewide fiscal impact on Thurston county courts. The administrative  
33 office of the courts must collaborate with Thurston county to create  
34 a new fee formula that accurately represents the state's impact on  
35 Thurston county courts.

36 (8) \$53,000 of the general fund—state appropriation for fiscal  
37 year 2018 is provided solely for implementation of chapter 272, Laws  
38 of 2017 (E2SHB 1163) (domestic violence).

1 (9) \$61,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$58,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely for implementation of chapter  
4 268, Laws of 2017 (2SHB 1402) (incapacitated persons/rights).

5 (10) \$120,000 of the general fund—state appropriation for fiscal  
6 year 2019 is provided solely for staff to support the superior court  
7 judges association as provided in the agreement between the  
8 association and the office.

9 (11) \$2,265,000 of the judicial information systems account—state  
10 appropriation is provided solely for replacement of computer  
11 equipment, including servers, routers, and storage system upgrades.

12 (12) \$602,000 of the general fund—state appropriation for fiscal  
13 year 2019 is provided solely for state costs for the implementation  
14 of Engrossed Second Substitute House Bill No. 1783 (legal financial  
15 obligations). If the bill is not enacted by June 30, 2018, the amount  
16 provided in this subsection shall lapse.

17 (13) \$1,900,000 of the general fund—state appropriation for  
18 fiscal year 2019 is provided solely for grants to counties and cities  
19 for the impacts from Engrossed Second Substitute House Bill No. 1783  
20 (legal financial obligations). Funding must be divided equally  
21 between counties and cities and distributed as grants to mitigate  
22 demonstrated costs and revenue losses from the legislation. It is the  
23 legislature's intent that grants will continue only through the  
24 2019-2021 fiscal biennium as follows: (a) Funding in fiscal year 2020  
25 must be distributed in the same proportion and basis as fiscal year  
26 2019; and (b) funding for fiscal year 2021 must be divided eighty-  
27 five percent to counties and fifteen percent to cities and  
28 distributed based on demonstrated revenue losses from the  
29 legislation. If the bill is not enacted by June 30, 2018, the amount  
30 provided in this subsection shall lapse.

31 **Sec. 114.** 2017 3rd sp.s. c 1 s 115 (uncodified) is amended to  
32 read as follows:

33 **FOR THE OFFICE OF PUBLIC DEFENSE**

|    |   |                               |
|----|---|-------------------------------|
| 34 | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$41,558,000</del> )) |
| 35 |   | <u>\$42,129,000</u>           |
| 36 | General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$42,539,000</del> )) |
| 37 |   | <u>\$44,448,000</u>           |
| 38 | Judicial Stabilization Trust Account—State          |                               |

|   |  |                               |
|---|--|-------------------------------|
| 1 | Appropriation. . . . .                             | (( <del>\$3,710,000</del> ))  |
| 2 |  | <u>\$3,714,000</u>            |
| 3 | <u>Pension Funding Stabilization Account—State</u> |                               |
| 4 | <u>Appropriation. . . . .</u>                      | <u>\$278,000</u>              |
| 5 | TOTAL APPROPRIATION. . . . .                       | (( <del>\$87,807,000</del> )) |
| 6 |  | <u>\$90,569,000</u>           |

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

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

11 (2) \$1,101,000 of the general fund—state appropriation for fiscal  
12 year 2018 and \$1,101,000 of the general fund—state appropriation for  
13 fiscal year 2019 are provided solely for parents representation  
14 program costs related to increased parental rights termination  
15 filings from the department of social and health services permanency  
16 initiative.

17 (3) \$900,000 of the general fund—state appropriation for fiscal  
18 year 2018 and \$900,000 of the general fund—state appropriation for  
19 fiscal year 2019 are provided solely for the purpose of improving the  
20 quality of trial court public defense services. The department must  
21 allocate these amounts so that \$450,000 per fiscal year is  
22 distributed to counties, and \$450,000 per fiscal year is distributed  
23 to cities, for grants under chapter 10.101 RCW.

24 (4) \$2,384,000 of the general fund—state appropriation for fiscal  
25 year 2018 and \$3,364,000 of the general fund—state appropriation for  
26 fiscal year 2019 are provided solely for the office to complete the  
27 expansion of the parents representation program in the following  
28 counties: Adams, Douglas, Island, Lewis, Lincoln, Okanogan, San Juan,  
29 Walla Walla, and the remainder of Pierce.

30 (5) \$490,000 of the general fund—state appropriation for fiscal  
31 year 2018 and \$490,000 of the general fund—state appropriation for  
32 fiscal year 2019 are provided solely for the parents for parents  
33 program. Funds must be used to expand services in four new sites, and  
34 maintain and improve service models for the current programs in Grays  
35 Harbor/Pacific, King, Kitsap, Pierce, Snohomish, Spokane, and  
36 Thurston/Mason counties.

37 (6) \$432,000 of the general fund—state appropriation for fiscal  
38 year 2018 and \$432,000 of the general fund—state appropriation for  
39 fiscal year 2019 are provided solely for vendor rate increases. Of

1 the amounts provided in this subsection, \$188,000 each fiscal year is  
2 provided solely for an increase in the rate for contracted social  
3 workers.

4 (7) \$960,000 of the general fund—state appropriation for fiscal  
5 year 2019 is provided solely for vendor rate increase of two percent  
6 beginning July 1, 2018, and two percent beginning January 1, 2019,  
7 for contracted attorneys providing indigent legal defense services in  
8 parents representation, civil commitment, and appellate criminal  
9 defense.

10 **Sec. 115.** 2017 3rd sp.s. c 1 s 116 (uncodified) is amended to  
11 read as follows:

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

|    |   |                               |
|----|---|-------------------------------|
| 13 | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$14,855,000</del> )) |
| 14 |   | <u>\$14,833,000</u>           |
| 15 | General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$16,490,000</del> )) |
| 16 |   | <u>\$17,230,000</u>           |
| 17 | Judicial Stabilization Trust Account—State          |                               |
| 18 | Appropriation. . . . .                              | \$1,463,000                   |
| 19 | <u>Pension Funding Stabilization Account—State</u>  |                               |
| 20 | <u>Appropriation. . . . .</u>                       | <u>\$44,000</u>               |
| 21 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$32,808,000</del> )) |
| 22 |   | <u>\$33,570,000</u>           |

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

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

32 (2) \$1,075,000 of the general fund—state appropriation for fiscal  
33 year 2018 and \$2,600,000 of the general fund—state appropriation for  
34 fiscal year 2019 are provided solely for the office to partially  
35 implement the civil legal aid reinvestment plan.

36 (3) \$338,000 of the general fund—state appropriation for fiscal  
37 year 2019 is provided solely for the addition of five contract

1 attorneys beginning January 1, 2019, to further implement the civil  
2 legal aid reinvestment plan.

3 (4) \$300,000 of the general fund—state appropriation for fiscal  
4 year 2019 is provided solely for the office to automate, deploy, and  
5 host a plain language family law forms document assembly system.

6 (5) \$125,000 of the general fund—state appropriation for fiscal  
7 year 2019 is provided solely for a contract with the international  
8 families justice coalition to expand private capacity to provide  
9 legal services for indigent foreign nationals in contested domestic  
10 relations and family law cases. Moneys may not be expended from this  
11 appropriation for private legal representation of clients in domestic  
12 relations and family law cases.

13 **Sec. 116.** 2017 3rd sp.s. c 1 s 117 (uncodified) is amended to  
14 read as follows:

15 **FOR THE OFFICE OF THE GOVERNOR**

|    |   |                               |
|----|---|-------------------------------|
| 16 | General Fund—State Appropriation (FY 2018). . . . .         | (( <del>\$6,406,000</del> ))  |
| 17 |   | <u>\$6,221,000</u>            |
| 18 | General Fund—State Appropriation (FY 2019). . . . .         | (( <del>\$5,833,000</del> ))  |
| 19 |   | <u>\$7,328,000</u>            |
| 20 | <u>Economic Development Strategic Reserve Account—State</u> |                               |
| 21 | <u>Appropriation. . . . .</u>                               | <u>\$4,000,000</u>            |
| 22 | <u>Pension Funding Stabilization Account—State</u>          |                               |
| 23 | <u>Appropriation. . . . .</u>                               | <u>\$676,000</u>              |
| 24 | TOTAL APPROPRIATION. . . . .                                | (( <del>\$12,239,000</del> )) |
| 25 |   | <u>\$18,225,000</u>           |

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

28 (1) \$703,000 of the general fund—state appropriation for fiscal  
29 year 2018 and \$703,000 of the general fund—state appropriation for  
30 fiscal year 2019 are provided solely for the office of the education  
31 ombuds.

32 (2) \$730,000 of the general fund—state appropriation for fiscal  
33 year 2018 is provided solely for implementation of Engrossed Second  
34 Substitute House Bill No. 1661 (child, youth, families/department).  
35 The amount of state and federal funding to be transferred from the  
36 department of social and health services to the department of  
37 children, youth, and families for the working connections child care  
38 services, administration, and staff must be included in the report

1 required by the bill on how to incorporate the staff responsible for  
2 determining eligibility for the working connections child care  
3 program into the department of children, youth, and families. If the  
4 bill is not enacted by July 31, 2017, the amount provided in this  
5 subsection shall lapse.

6 (3) \$1,216,000 of the general fund—state appropriation for fiscal  
7 year 2019 is provided solely for implementation of Engrossed Second  
8 Substitute House Bill No. 1889 (corrections ombuds). If the bill is  
9 not enacted by June 30, 2018, the amount provided in this subsection  
10 shall lapse.

11 (4) \$5,000 of the general fund—state appropriation for fiscal  
12 year 2018 and \$5,000 of the general fund—state appropriation for  
13 fiscal year 2019 are provided to the office of the governor to  
14 support the Ruth Woo fellow. Funding will provide financial support  
15 for the Ruth Woo fellow participating in the governor's leadership  
16 academy internship program.

17 (5) \$291,000 of the general fund—state appropriation for fiscal  
18 year 2019 is provided solely for implementation of Engrossed House  
19 Bill No. 2759 (women's commission). If the bill is not enacted by  
20 June 30, 2018, the amount provided in this subsection shall lapse.

21 **Sec. 117.** 2017 3rd sp.s. c 1 s 118 (uncodified) is amended to  
22 read as follows:

23 **FOR THE LIEUTENANT GOVERNOR**

|    |   |                              |
|----|---|------------------------------|
| 24 | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$833,000</del> ))   |
| 25 |   | \$807,000                    |
| 26 | General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$859,000</del> ))   |
| 27 |   | \$901,000                    |
| 28 | General Fund—Private/Local Appropriation. . . . .   | \$90,000                     |
| 29 | <u>Pension Funding Stabilization Account—State</u>  |                              |
| 30 | <u>Appropriation. . . . .</u>                       | <u>\$54,000</u>              |
| 31 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$1,782,000</del> )) |
| 32 |   | <u>\$1,852,000</u>           |

33 The appropriations in this section are subject to the following  
34 conditions and limitations: \$70,000 of the general fund—state  
35 appropriation for fiscal year 2019 is provided solely for the  
36 implementation of the complete Washington program, a program  
37 coordinated by the office of the lieutenant governor with the purpose  
38 of connecting prior learning with postsecondary degree completion.





|   |  |                               |
|---|--|-------------------------------|
| 1 |  | <u>\$10,942,000</u>           |
| 2 | Election Account—Federal Appropriation. . . . .    | \$4,387,000                   |
| 3 | Washington State Heritage Center Account—State     |                               |
| 4 | Appropriation. . . . .                             | (( <del>\$10,383,000</del> )) |
| 5 |  | <u>\$10,626,000</u>           |
| 6 | <u>Pension Funding Stabilization Account—State</u> |                               |
| 7 | <u>Appropriation. . . . .</u>                      | <u>\$959,000</u>              |
| 8 | TOTAL APPROPRIATION. . . . .                       | (( <del>\$72,009,000</del> )) |
| 9 |  | <u>\$74,049,000</u>           |

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

12       (1) \$3,301,000 of the general fund—state appropriation for fiscal  
13 year 2018 is provided solely to reimburse counties for the state's  
14 share of primary and general election costs and the costs of  
15 conducting mandatory recounts on state measures. Counties shall be  
16 reimbursed only for those odd-year election costs that the secretary  
17 of state validates as eligible for reimbursement.

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

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

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

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

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

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

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

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

16 (4) \$15,000 of the general fund—state appropriation for fiscal  
17 year 2018, \$15,000 of the general fund—state appropriation for fiscal  
18 year 2019, \$4,000 of the public records efficiency, preservation and  
19 access account, and \$2,253,000 of the local government archives  
20 account appropriation are provided solely for the implementation of  
21 chapter 303, Laws of 2017 (ESHB 1594) (public records  
22 administration).

23 (5) The office of the secretary of state will enter into an  
24 agreement with the office of the attorney general to reimburse costs  
25 associated with the requirements of chapter 303, Laws of 2017.

26 (6) \$35,000 of the general fund—state appropriation for fiscal  
27 year 2018 and \$39,000 of the general fund—state appropriation for  
28 fiscal year 2019 are provided solely for humanities Washington  
29 speaker's bureau community conversations to expand programming in  
30 underserved areas of the state.

31 (7) \$285,000 of the general fund—state appropriation for fiscal  
32 year 2019 is provided solely for implementation of House Bill No.  
33 2406 (election security practices). If the bill is not enacted by  
34 June 30, 2018, the amount provided in this subsection shall lapse.

35 (8) \$102,000 of the general fund—state appropriation for fiscal  
36 year 2019 is provided solely for implementation of Engrossed Second  
37 Substitute House Bill No. 2595 (automatic voter registration). If the  
38 bill is not enacted by June 30, 2018, the amount provided in this  
39 subsection shall lapse.



1 fellow participating in the governor's leadership academy, a ten-week  
2 summer internship program administered by the office of the governor.  
3 Funding is provided for, but not limited to, living expenses and  
4 travel costs.

5 **Sec. 122.** 2017 3rd sp.s. c 1 s 123 (uncodified) is amended to  
6 read as follows:

7 **FOR THE STATE TREASURER**

8 State Treasurer's Service Account—State  
9 Appropriation. . . . . ((~~\$18,918,000~~))  
10 \$19,371,000

11 The appropriation in this section is subject to the following  
12 conditions and limitations: \$75,000 of the state treasurer's service  
13 account—state appropriation is provided solely to establish a task  
14 force on public infrastructure and a publicly-owned depository. The  
15 task force must examine the scope of financial needs for local  
16 governments for constructing public infrastructure; the feasibility  
17 of creating a publicly-owned depository to facilitate investment in,  
18 and financing of, public infrastructure systems that will increase  
19 public health and safety, and leverage the financial capital and  
20 resources of Washington state by working in partnership with  
21 financial institutions that benefit local communities, or with  
22 community-based organizations, economic development organizations,  
23 local governments, guaranty agencies, and other stakeholder groups to  
24 create jobs and economic opportunities within our state for public  
25 benefit.

26 (1) The task force will consist of one member from each of the  
27 two largest caucuses of the senate appointed by the president of the  
28 senate; one member from each of the two largest caucuses of the house  
29 of representatives appointed by the speaker of the house of  
30 representatives; members representing a small sized state-chartered  
31 bank, a medium sized state-chartered bank, a federally chartered  
32 bank, local governments, and four citizens with a background in  
33 financial issues or public infrastructure selected by the president  
34 of the senate and the speaker of the house of representatives; and  
35 the attorney general, the state auditor, the treasurer, and the  
36 governor, or their designees. The task force will ensure that ample  
37 opportunity for input from interested stakeholders is provided. The  
38 department of commerce, the department of financial institutions, and

1 the treasurer must cooperate with the task force and provide  
2 information and assistance at the request of the task force.

3 (2) The task force will report any recommendations identified by  
4 the task force that involve statutory changes, funding  
5 recommendations, or administrative action to the legislature as draft  
6 legislation by December 1, 2017.

7 (3) \$303,000 of the state treasurer's service account—state  
8 appropriation for fiscal year 2019 is provided solely for  
9 implementation of Engrossed Second Substitute House Bill No. 2718  
10 (civil forfeiture proceedings). If the bill is not enacted by June  
11 30, 2018, the amount provided in this subsection shall lapse.

12 **Sec. 123.** 2017 3rd sp.s. c 1 s 124 (uncodified) is amended to  
13 read as follows:

14 **FOR THE STATE AUDITOR**

|    |   |                           |
|----|---|---------------------------|
| 15 | General Fund—State Appropriation (FY 2018). . . . . | \$28,000                  |
| 16 | General Fund—State Appropriation (FY 2019). . . . . | \$32,000                  |
| 17 | State Auditing Services Revolving Account—State     |                           |
| 18 | Appropriation. . . . .                              | <del>(\$10,219,000)</del> |
| 19 |   | <u>\$10,906,000</u>       |
| 20 | Performance Audit of Government Account—State       |                           |
| 21 | Appropriation. . . . .                              | <del>(\$3,019,000)</del>  |
| 22 |   | <u>\$3,017,000</u>        |
| 23 | TOTAL APPROPRIATION. . . . .                        | <del>(\$13,298,000)</del> |
| 24 |   | <u>\$13,983,000</u>       |

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

27 (1) \$774,000 of the performance audit of government account—state  
28 appropriation is provided solely for the state auditor's office to  
29 conduct a performance audit of the department of health focused on  
30 the fee setting for each health profession licensed by the  
31 department. The performance audit must include, but is not limited  
32 to:

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

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

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

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

4 (e) A final report of the performance audit must be submitted to  
5 the appropriate legislative policy and fiscal committees by December  
6 1, 2018.

7 (2) \$1,585,000 of the performance audit of government account—  
8 state appropriation is provided solely for staff and related costs to  
9 verify the accuracy of reported school district data submitted for  
10 state funding purposes; conduct school district program audits of  
11 state-funded public school programs; establish the specific amount of  
12 state funding adjustments whenever audit exceptions occur and the  
13 amount is not firmly established in the course of regular public  
14 school audits; and to assist the state special education safety net  
15 committee when requested.

16 (3) \$667,000 of the performance audits of government account—  
17 state appropriation (~~((for fiscal year 2018))~~) is provided solely for  
18 the state auditor's office to conduct a performance audit of  
19 Washington charter public schools to satisfy the requirement to  
20 contract for an independent performance audit pursuant to RCW  
21 28A.710.030(2). The final report of the performance audit must be  
22 submitted to the appropriate legislative policy committees by (~~((June~~  
23 ~~30))~~) December 31, 2018. The audit must include (~~((eight))~~) ten schools  
24 currently in (~~((their first year of))~~) operation and, subject to the  
25 availability of data, must (~~((address the following questions))~~)  
26 include, but is not limited to evaluating, the following operational  
27 and academic outcomes:

28 (a) Whether the charter school has a charter contract that  
29 includes performance provisions based on a performance framework that  
30 sets forth academic and operational performance indicators, measures,  
31 and metrics;

32 (b) Whether the charter school performance framework includes  
33 indicators, measures, and metrics for student academic proficiency,  
34 student academic growth, achievement gaps in both proficiency and  
35 growth between major student subgroups, attendance, recurrent  
36 enrollment from year to year, financial performance and  
37 sustainability, and charter school board compliance with applicable  
38 laws, rules and terms of the charter contract; and

39 (c) Whether the charter school performance framework includes a  
40 disaggregation of student performance data by major student

1 subgroups, including gender, race and ethnicity, poverty status,  
2 special education status, English language learner status, and highly  
3 capable status.

4 (4) \$700,000 of the auditing services revolving account—state  
5 appropriation is provided solely for the state auditor's office to  
6 conduct ten additional program or agency audits.

7 **Sec. 124.** 2017 3rd sp.s. c 1 s 125 (uncodified) is amended to  
8 read as follows:

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

|    |   |                            |
|----|---|----------------------------|
| 10 | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$204,000</del> )) |
| 11 |   | <u>\$213,000</u>           |
| 12 | General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$205,000</del> )) |
| 13 |   | <u>\$217,000</u>           |
| 14 | <u>Pension Funding Stabilization Account—State</u>  |                            |
| 15 | <u>Appropriation. . . . .</u>                       | <u>\$30,000</u>            |
| 16 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$409,000</del> )) |
| 17 |   | <u>\$460,000</u>           |

18 **Sec. 125.** 2017 3rd sp.s. c 1 s 126 (uncodified) is amended to  
19 read as follows:

20 **FOR THE ATTORNEY GENERAL**

|    |   |                                     |
|----|---|-------------------------------------|
| 21 | General Fund—State Appropriation (FY 2018). . . . .         | (( <del>\$8,641,000</del> ))        |
| 22 |   | <u>\$7,868,000</u>                  |
| 23 | General Fund—State Appropriation (FY 2019). . . . .         | (( <del>\$8,951,000</del> ))        |
| 24 |   | <u>\$8,300,000</u>                  |
| 25 | General Fund—Federal Appropriation. . . . .                 | (( <del>\$6,969,000</del> ))        |
| 26 |   | <u>\$11,945,000</u>                 |
| 27 | <u>New Motor Vehicle Arbitration Account—State</u>          |                                     |
| 28 | <u>Appropriation. . . . .</u>                               | <u>((<del>\$1,145,000</del>))</u>   |
| 29 |   | <u>\$1,143,000</u>                  |
| 30 | <u>Legal Services Revolving Account—State</u>               |                                     |
| 31 | <u>Appropriation. . . . .</u>                               | <u>((<del>\$245,290,000</del>))</u> |
| 32 |   | <u>\$251,030,000</u>                |
| 33 | <u>Tobacco Prevention and Control Account—State</u>         |                                     |
| 34 | <u>Appropriation. . . . .</u>                               | <u>\$273,000</u>                    |
| 35 | Medicaid Fraud Penalty Account—State Appropriation. . . . . | (( <del>\$3,526,000</del> ))        |
| 36 |   | <u>\$3,511,000</u>                  |
| 37 | <u>Public Service Revolving Account—State</u>               |                                     |

|   |  |                                |
|---|--|--------------------------------|
| 1 | Appropriation. . . . .                                       | (( <del>\$2,373,000</del> ))   |
| 2 |  | <u>\$2,723,000</u>             |
| 3 | Child Rescue Fund—State Appropriation. . . . .               | (( <del>\$550,000</del> ))     |
| 4 |  | <u>\$500,000</u>               |
| 5 | Local Government Archives Account—State Appropriation. . . . | \$660,000                      |
| 6 | <u>Pension Funding Stabilization Account—State</u>           |                                |
| 7 | <u>Appropriation. . . . .</u>                                | <u>\$1,606,000</u>             |
| 8 | TOTAL APPROPRIATION. . . . .                                 | (( <del>\$278,378,000</del> )) |
| 9 |  | <u>\$289,559,000</u>           |

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

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

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

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

35 (4) \$353,000 of the general fund—state appropriation for fiscal  
36 year 2018 and \$353,000 of the general fund—state appropriation for  
37 fiscal year 2019 are provided solely for a grant to the Washington  
38 coalition of crime victim advocates to provide training,



1 certification, and technical assistance for crime victim service  
2 center advocates.

3 (5) \$92,000 of the general fund—state appropriation for fiscal  
4 year 2018 and \$91,000 of the general fund—state appropriation for  
5 fiscal year 2019 are provided solely for implementation of chapter  
6 163, Laws of 2017 (SHB 1055) (military members/pro bono).

7 (6) \$49,000 of the legal services revolving account—state  
8 appropriation is provided solely for implementation of chapter 268,  
9 Laws of 2017 (2SHB 1402) (incapacitated persons/rights).

10 (7) \$276,000 of the general fund—state appropriation for fiscal  
11 year 2018 and \$259,000 of the general fund—state appropriation for  
12 fiscal year 2019 are provided solely for implementation of chapter  
13 294, Laws of 2017 (SSB 5835) (health outcomes/pregnancy).

14 (8) \$22,000 of the legal services revolving account—state  
15 appropriation is provided solely for implementation of chapter 295,  
16 Laws of 2017 (SHB 1258) (first responders/disability).

17 (9) \$35,000 of the legal services revolving account—state  
18 appropriation is provided solely for implementation of chapter 249,  
19 Laws of 2017 (ESHB 1714) (nursing staffing/hospitals).

20 (10) \$361,000 of the legal services revolving account—state  
21 appropriation and \$660,000 of the local government archives account—  
22 state appropriation are provided solely for implementation of chapter  
23 303, Laws of 2017 (ESHB 1594) (public records administration).

24 (11) \$40,000 of the general fund—state appropriation for fiscal  
25 year 2018 is provided solely for the implementation of chapter 243,  
26 Laws of 2017 (HB 1352) (small business owners).

27 (12) \$67,000 of the legal services revolving account—state  
28 appropriation is provided solely for the implementation of chapter  
29 320, Laws of 2017 (SSB 5322) (dentists and third parties).

30 (13) \$11,000 of the legal services revolving account—state  
31 appropriation is provided solely for the implementation of chapter  
32 53, Laws of 2017 (2SHB 1120) (regulatory fairness act).

33 (14) \$26,000 of the legal services revolving account—state  
34 appropriation is provided solely for implementation of Engrossed  
35 Second Substitute House Bill No. 2578 (housing options). If the bill  
36 is not enacted by June 30, 2018, the amount provided in this  
37 subsection shall lapse.

1 (15) \$119,000 of the legal services revolving account—state  
2 appropriation is provided solely for implementation of chapter 1,  
3 Laws of 2018 (ESSB 6091).

4 (16) \$96,000 of the general fund—state appropriation for fiscal  
5 year 2019 is provided solely for implementation of Engrossed Second  
6 Substitute Senate Bill No. 6029 (student loan bill of rights). If the  
7 bill is not enacted by June 30, 2018, the amount provided in this  
8 subsection shall lapse.

9 (17) \$48,000 of the legal services revolving account—state  
10 appropriation is provided solely for implementation of Engrossed  
11 Substitute House Bill No. 2938 (campaign finance). If the bill is not  
12 enacted by June 30, 2018, the amount provided in this subsection  
13 shall lapse.

14 (18) \$116,000 of the legal services revolving account—state  
15 appropriation is provided solely for the implementation of Engrossed  
16 Second Substitute House Bill No. 1439 (higher education student  
17 protection). If the bill is not enacted by June 30, 2018, the amount  
18 provided in this subsection shall lapse.

19 (19) \$72,000 of the legal services revolving account—state  
20 appropriation is provided solely for the implementation of Engrossed  
21 Second Substitute House Bill No. 1889 (corrections ombuds, creating).  
22 If the bill is not enacted by June 30, 2018, the amount provided in  
23 this subsection shall lapse.

24 (20) \$78,000 of the general fund—state appropriation for fiscal  
25 year 2019 is provided solely for the implementation of Second  
26 Substitute House Bill No. 1298 (job applicants/arrests). If the bill  
27 is not enacted by June 30, 2018, the amount provided in this  
28 subsection shall lapse.

29 (21) \$350,000 of the public service revolving account—state  
30 appropriation is provided solely for additional expert witness  
31 assistance for the public counsel unit.

32 **Sec. 126.** 2017 3rd sp.s. c 1 s 127 (uncodified) is amended to  
33 read as follows:

34 **FOR THE CASELOAD FORECAST COUNCIL**

|    |   |                    |
|----|---|--------------------|
| 35 | General Fund—State Appropriation (FY 2018). . . . . | ((\$1,606,000))    |
| 36 |   | <u>\$1,555,000</u> |
| 37 | General Fund—State Appropriation (FY 2019). . . . . | ((\$1,576,000))    |
| 38 |   | <u>\$1,775,000</u> |

1 Pension Funding Stabilization Account—State

|   |                               |                          |
|---|-------------------------------|--------------------------|
| 2 | <u>Appropriation. . . . .</u> | <u>\$169,000</u>         |
| 3 | TOTAL APPROPRIATION. . . . .  | (( <u>\$3,182,000</u> )) |
| 4 |                               | <u>\$3,499,000</u>       |

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

7 (1) In addition to caseload forecasts for common schools as  
8 defined in RCW 43.88C.010(7), during the 2017-2019 fiscal biennium  
9 the council must provide a separate forecast of enrollment for  
10 charter schools authorized by chapter 28A.710 RCW.

11 (2) \$46,000 of the general fund—state appropriation for fiscal  
12 year 2019 is provided solely for the implementation of Engrossed  
13 House Bill No. 2008 (state services for children). If the bill is not  
14 enacted by June 30, 2018, the amount provided in this subsection  
15 shall lapse.

16 (3) \$108,000 of the general fund—state appropriation for fiscal  
17 year 2019 is provided solely for the caseload forecast council to  
18 prepare and submit to the legislature prior to each legislative  
19 session a general disproportionality report. The general  
20 disproportionality report must contain the following information:

21 (a) A table of percentages based on the total number of adult  
22 felony sentences in each crime category, distributed by race and  
23 ethnicity;

24 (b) A table of percentages based on the total number of adult  
25 felony sentences reduced to misdemeanors in each crime category,  
26 distributed by race and ethnicity;

27 (c) A table of percentages of Washington state's general adult  
28 at-risk population, between the ages of eighteen and fifty-four,  
29 distributed by race and ethnicity;

30 (d) A complete list of felony offenses in each crime forecasting  
31 category; and

32 (e) A discussion of limitations in the data presented in (a) and  
33 (c) of this subsection.

34 (4) \$20,000 of the general fund—state appropriation for fiscal  
35 year 2018 and \$73,000 of the general fund—state appropriation for  
36 fiscal year 2019 is provided solely for the council to assist with  
37 the review of the sentencing reform act being conducted by the  
38 sentencing guidelines commission.

1       **Sec. 127.** 2017 3rd sp.s. c 1 s 128 (uncodified) is amended to  
2 read as follows:

3 **FOR THE DEPARTMENT OF COMMERCE**

|    |  |                                |
|----|--|--------------------------------|
| 4  | General Fund—State Appropriation (FY 2018). . . . .        | (( <del>\$64,989,000</del> ))  |
| 5  |  | <u>\$64,290,000</u>            |
| 6  | General Fund—State Appropriation (FY 2019). . . . .        | (( <del>\$65,634,000</del> ))  |
| 7  |  | <u>\$77,359,000</u>            |
| 8  | General Fund—Federal Appropriation. . . . .                | (( <del>\$295,855,000</del> )) |
| 9  |  | <u>\$295,840,000</u>           |
| 10 | General Fund—Private/Local Appropriation. . . . .          | (( <del>\$8,623,000</del> ))   |
| 11 |  | <u>\$8,922,000</u>             |
| 12 | Public Works Assistance Account—State                      |                                |
| 13 | Appropriation. . . . .                                     | (( <del>\$8,092,000</del> ))   |
| 14 |  | <u>\$8,086,000</u>             |
| 15 | Drinking Water Assistance Administrative                   |                                |
| 16 | Account—State Appropriation. . . . .                       | (( <del>\$508,000</del> ))     |
| 17 |  | <u>\$507,000</u>               |
| 18 | Lead Paint Account—State Appropriation. . . . .            | (( <del>\$238,000</del> ))     |
| 19 |  | <u>\$237,000</u>               |
| 20 | Building Code Council Account—State Appropriation. . . . . | \$15,000                       |
| 21 | Home Security Fund Account—State Appropriation. . . . .    | (( <del>\$48,400,000</del> ))  |
| 22 |  | <u>\$54,268,000</u>            |
| 23 | Affordable Housing for All Account—State                   |                                |
| 24 | Appropriation. . . . .                                     | (( <del>\$13,867,000</del> ))  |
| 25 |  | <u>\$13,866,000</u>            |
| 26 | Financial Fraud and Identity Theft Crimes                  |                                |
| 27 | Investigation and Prosecution Account—State                |                                |
| 28 | Appropriation. . . . .                                     | \$1,974,000                    |
| 29 | Low-Income Weatherization and Structural                   |                                |
| 30 | Rehabilitation Assistance Account—State                    |                                |
| 31 | Appropriation. . . . .                                     | \$1,398,000                    |
| 32 | Community and Economic Development Fee Account—State       |                                |
| 33 | Appropriation. . . . .                                     | (( <del>\$4,630,000</del> ))   |
| 34 |  | <u>\$4,628,000</u>             |
| 35 | Washington Housing Trust Account—State                     |                                |
| 36 | Appropriation. . . . .                                     | (( <del>\$12,617,000</del> ))  |
| 37 |  | <u>\$12,615,000</u>            |
| 38 | Prostitution Prevention and Intervention Account—          |                                |
| 39 | State Appropriation. . . . .                               | \$26,000                       |



1 guarantee that citizens have access to low-cost resolution as an  
2 alternative to litigation.

3 (3) \$375,000 of the general fund—state appropriation for fiscal  
4 year 2018 and \$375,000 of the general fund—state appropriation for  
5 fiscal year 2019 are provided solely for a grant to the retired  
6 senior volunteer program.

7 (4) The department shall administer its growth management act  
8 technical assistance and pass-through grants so that smaller cities  
9 and counties receive proportionately more assistance than larger  
10 cities or counties.

11 (5) \$375,000 of the general fund—state appropriation for fiscal  
12 year 2018 and \$375,000 of the general fund—state appropriation for  
13 fiscal year 2019 are provided solely as pass-through funding to Walla  
14 Walla Community College for its water and environmental center.

15 (6) (~~(\$5,602,000)~~) \$2,642,000 of the economic development  
16 strategic reserve account—state appropriation (~~(is)~~) and \$2,960,000  
17 of the general fund—state appropriation for fiscal year 2019 are  
18 provided solely for associate development organizations. During the  
19 2017-2019 fiscal biennium, the department shall consider an associate  
20 development organization's total resources when making contracting  
21 and fund allocation decisions, in addition to the schedule provided  
22 in RCW 43.330.086.

23 (7) \$5,607,000 of the liquor revolving account—state  
24 appropriation is provided solely for the department to contract with  
25 the municipal research and services center of Washington.

26 (8)(a) \$500,000 of the general fund—state appropriation for  
27 fiscal year 2018, \$500,000 of the general fund—state appropriation  
28 for fiscal year 2019, \$24,734,000 of the home security fund—state  
29 appropriation, and \$8,860,000 of the affordable housing for all  
30 account—state appropriation are provided solely for the consolidated  
31 homeless grant. Of the amounts appropriated, \$5,000,000 is provided  
32 solely for emergency assistance to homeless families in the temporary  
33 assistance for needy families program.

34 (b) The department must distribute appropriated amounts from the  
35 home security account through performance-based contracts (~~(that~~  
36 ~~require, at a minimum, monthly reporting of performance and financial~~  
37 ~~metrics)~~). The contracts must require that auditable documentation  
38 for the performance and financial metrics be provided to the joint

1 legislative audit and review committee as requested for performance  
2 audits.

3 (9) \$700,000 of the general fund—state appropriation for fiscal  
4 year 2018 and (~~(\$700,000)~~) \$1,436,000 of the general fund—state  
5 appropriation for fiscal year 2019 are provided solely for the  
6 department to identify and invest in strategic growth areas, support  
7 key sectors, and align existing economic development programs and  
8 priorities. The department must consider Washington's position as the  
9 most trade-dependent state when identifying priority investments. The  
10 department must engage states and provinces in the northwest as well  
11 as associate development organizations, small business development  
12 centers, chambers of commerce, ports, and other partners to leverage  
13 the funds provided. (~~For each dollar expended, the department must~~  
14 ~~receive a one hundred percent match. The match may be provided by the~~  
15 ~~department through nongeneral fund sources, or any partnering~~  
16 ~~governments or organizations.)) Sector leads established by the  
17 department must include the industries of: (a) Tourism; (b)  
18 agriculture, wood products, and other natural resource industries;  
19 and (c) clean technology and renewable and nonrenewable energy. The  
20 department may establish these sector leads by hiring new staff,  
21 expanding the duties of current staff, or working with partner  
22 organizations and or other agencies to serve in the role of sector  
23 lead.~~

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

29 (11) Within existing resources, the department shall provide  
30 administrative and other indirect support to the developmental  
31 disabilities council.

32 (12) \$150,000 of the general fund—state appropriation for fiscal  
33 year 2018 and \$150,000 of the general fund—state appropriation for  
34 fiscal year 2019 are provided solely for the expansion of the current  
35 long-term care ombuds program to meet the immediate needs of  
36 individuals by advocating on behalf of and protecting residents of  
37 long-term care facilities from abuse, neglect, and exploitation.

38 (13) Within existing resources, the department of commerce shall  
39 consult with key crime victim services stakeholders to inform

1 decisions about the funding distribution for federal fiscal years  
2 2017-2019 victims of crime act victim assistance funding. These  
3 stakeholders must include, at a minimum, children's advocacy centers  
4 of Washington, Washington association of prosecuting attorneys,  
5 Washington association of sheriffs and police chiefs, Washington  
6 coalition against domestic violence, Washington coalition of sexual  
7 assault programs, Washington coalition of crime victim advocates, at  
8 least one representative from a child health coalition, and other  
9 organizations as determined by the department. Funding distribution  
10 considerations shall include, but are not limited to, geographic  
11 distribution of services, underserved populations, age of victims,  
12 best practices, and the unique needs of individuals, families, youth,  
13 and children who are victims of crime.

14 (14) \$643,000 of the liquor excise tax account—state  
15 appropriation is provided solely for the department of commerce to  
16 provide fiscal note assistance to local governments.

17 (15) \$300,000 of the general fund—state appropriation for fiscal  
18 year 2018 and \$300,000 of the general fund—state appropriation for  
19 fiscal year 2019 are provided solely for the northwest agriculture  
20 business center.

21 (16) \$150,000 of the general fund—state appropriation for fiscal  
22 year 2018 and \$150,000 of the general fund—state appropriation for  
23 fiscal year 2019 are provided solely for the regulatory roadmap  
24 program for the construction industry and to identify and coordinate  
25 with businesses in key industry sectors to develop additional  
26 regulatory roadmap tools.

27 (17) \$1,000,000 of the general fund—state appropriation for  
28 fiscal year 2018 and \$1,000,000 of the general fund—state  
29 appropriation for fiscal year 2019 are provided solely for the  
30 Washington new Americans program. The department may require a cash  
31 match or in-kind contributions to be eligible for state funding.

32 (18) \$94,000 of the general fund—state appropriation for fiscal  
33 year 2018 and \$253,000 of the general fund—state appropriation for  
34 fiscal year 2019 are provided solely for implementation of chapter  
35 268, Laws of 2017 (2SHB 1402) (incapacitated persons/rights).

36 (19) \$60,000 of the general fund—state appropriation for fiscal  
37 year 2018 is provided solely as a grant to the Hoh Indian tribe for  
38 critical infrastructure, including a backup electrical power  
39 generator to address recurrent power outages in the community.



1 (20) \$100,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$100,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely for capacity-building grants  
4 through the Latino community fund to promote and improve education,  
5 economic empowerment, arts and culture, civic engagement, health, and  
6 environmental justice for Latino communities in Washington state.

7 (21) \$643,000 of the general fund—state appropriation for fiscal  
8 year 2018 and \$643,000 of the general fund—state appropriation for  
9 fiscal year 2019 are provided solely for the department to contract  
10 with a private, nonprofit organization to provide developmental  
11 disability ombuds services.

12 (22) \$39,000 of the general fund—state appropriation for fiscal  
13 year 2018 and \$39,000 of the general fund—state appropriation for  
14 fiscal year 2019 are provided solely for implementation of chapter  
15 290, Laws of 2017 (ESHB 1109) (victims of sexual assault).

16 (23) \$1,000,000 of the home security fund—state appropriation,  
17 \$2,000,000 of the Washington housing trust account—state  
18 appropriation, and \$1,000,000 of the affordable housing for all  
19 account—state appropriation are provided solely for the department of  
20 commerce for services to homeless families and youth through the  
21 Washington youth and families fund.

22 (24)(a) \$500,000 of the general fund—state appropriation for  
23 fiscal year 2018, \$500,000 of the general fund—state appropriation  
24 for fiscal year 2019, and \$2,500,000 of the home security fund—state  
25 appropriation are provided solely for the office of homeless youth  
26 prevention and protection programs to:

27 (i) Contract with other public agency partners to test innovative  
28 program models that prevent youth from exiting public systems into  
29 homelessness; and

30 (ii) Support the development of an integrated services model,  
31 increase performance outcomes, and ensure providers have the  
32 necessary skills and expertise to effectively operate youth programs.

33 (b) Of the amounts provided in this subsection, \$1,750,000 is  
34 provided solely for the department to decrease homelessness of youth  
35 under 18 years of age though increasing shelter capacity statewide  
36 with preference given to increasing the number of contracted HOPE  
37 beds and crisis residential center beds.

38 (c) The department must distribute appropriated amounts from the  
39 home security account through performance-based contracts (~~that~~

1 ~~require, at a minimum, monthly reporting of performance and financial~~  
2 ~~metrics~~). The contracts must require that auditable documentation  
3 for the performance and financial metrics be provided to the joint  
4 legislative audit and review committee as requested for performance  
5 audits.

6 (25) \$140,000 of the general fund—state appropriation for fiscal  
7 year 2018 and \$140,000 of the general fund—state appropriation for  
8 fiscal year 2019 are provided solely to create a behavioral health  
9 supportive housing administrator within the department to coordinate  
10 development of effective behavioral health housing options and  
11 services statewide to aide in the discharge of individuals from the  
12 state psychiatric hospitals. This position must work closely with the  
13 health care authority, department of social and health services, and  
14 other entities to facilitate linkages among disparate behavioral  
15 health community bed capacity-building efforts. This position must  
16 work to integrate building infrastructure capacity with ongoing  
17 supportive housing benefits, and must also develop and maintain a  
18 statewide inventory of mental health community beds by bed type.

19 (26)(a) \$1,000,000 of the home security fund—state appropriation  
20 for fiscal year 2018 and \$1,000,000 of the home security fund—state  
21 appropriation for fiscal year 2019 are provided solely to administer  
22 the grant program required in chapter 43.185C RCW, linking homeless  
23 students and their families with stable housing.

24 (b) The department must distribute appropriated amounts from the  
25 home security account through performance-based contracts that  
26 require, at a minimum, monthly reporting of performance and financial  
27 metrics. The contracts must require that auditable documentation for  
28 the performance and financial metrics be provided to the joint  
29 legislative audit and review committee as requested for performance  
30 audits.

31 (27) \$990,000 of the general fund—state appropriation for fiscal  
32 year 2018 and \$1,980,000 of the general fund—state appropriation for  
33 fiscal year 2019 are provided solely for 150 community beds for  
34 individuals with a history of mental illness. Currently, there is  
35 little to no housing specific to populations with these co-occurring  
36 disorders; therefore, the department must consider how best to  
37 develop new bed capacity in combination with individualized support  
38 services, such as intensive case management and care coordination,  
39 clinical supervision, mental health, substance abuse treatment, and

1 vocational and employment services. Case-management and care  
2 coordination services must be provided. Increased case-managed  
3 housing will help to reduce the use of jails and emergency services  
4 and will help to reduce admissions to the state psychiatric  
5 hospitals. The department must coordinate with the health care  
6 authority and the department of social and health services in  
7 establishing conditions for the awarding of these funds. The  
8 department must contract with local entities to provide a mix of (a)  
9 shared permanent supportive housing; (b) independent permanent  
10 supportive housing; and (c) low and no-barrier housing beds for  
11 people with a criminal history, substance abuse disorder, and/or  
12 mental illness.

13 Priority for permanent supportive housing must be given to  
14 individuals on the discharge list at the state psychiatric hospitals  
15 or in community psychiatric inpatient beds whose conditions present  
16 significant barriers to timely discharge.

17 (28) \$557,000 of the general fund—state appropriation for fiscal  
18 year 2018 and \$557,000 of the general fund—state appropriation for  
19 fiscal year 2019 are provided solely for the department to design and  
20 administer the achieving a better life experience program.

21 (29) \$512,000 of the general fund—state appropriation for fiscal  
22 year 2018 is provided solely to complete the requirements of the  
23 agricultural labor skills and safety grant program in chapter 43.330  
24 RCW. This program expires July 1, 2018.

25 (30) \$150,000 of the general fund—state appropriation for fiscal  
26 year 2018 and \$150,000 of the general fund—state appropriation for  
27 fiscal year 2019 are provided solely for the implementation of  
28 chapter 225, Laws of 2017 (SSB 5713) (skilled worker program).

29 (31) \$50,000 of the general fund—state appropriation for fiscal  
30 year 2018 and \$50,000 of the general fund—state appropriation for  
31 fiscal year 2019 are provided solely for the wildfire project in the  
32 Wenatchee valley to provide public education on wildfire and forest  
33 health issues.

34 (32) \$167,000 of the general fund—state appropriation for fiscal  
35 year 2018 and \$167,000 of the general fund—state appropriation for  
36 fiscal year 2019 are provided solely for community mobilization  
37 grants to safe Yakima and safe streets of Tacoma to foster community  
38 engagement through neighborhood organizing, law enforcement-community

1 partnerships, neighborhood watch programs, youth mobilization, and  
2 business engagement.

3 (33)(a) \$83,000 of the general fund—state appropriation for  
4 fiscal year 2018 and \$83,000 of the general fund—state appropriation  
5 for fiscal year 2019 are provided solely for the department to create  
6 el nuevo camino pilot project for the purpose of addressing serious  
7 youth gang problems in midsize counties in eastern Washington. El  
8 nuevo camino pilot project must include one grant to an eligible  
9 applicant for the 2017-2019 fiscal biennium. The department shall  
10 adopt policies and procedures as necessary to administer the pilot  
11 project, including the application process, disbursement of the grant  
12 award to the selected applicant, and tracking compliance and  
13 measuring outcomes. Partners, grant recipients, prosecutors, mental  
14 health practitioners, schools, and other members of the el nuevo  
15 camino pilot project, shall ensure that programs, trainings,  
16 recruiting, and other operations for el nuevo camino pilot project  
17 prohibit discriminatory practices, including biased treatment and  
18 profiling of youth or their communities. For the purposes of this  
19 subsection, antidiscriminatory practices prohibit grant recipients or  
20 their partners from using factors such as race, ethnicity, national  
21 origin, immigration or citizenship status, age, religion, gender,  
22 gender identity, gender expression, sexual orientation, and  
23 disability in guiding or identifying affected populations.

24 (b) An eligible applicant:

25 (i) Is a county located in Washington or its designee;

26 (ii) Is located east of the Cascade mountain range with an  
27 estimated county population between ninety thousand and one hundred  
28 thousand as of January 1, 2017;

29 (iii) Has an identified gang problem;

30 (iv) Pledges and provides a minimum of sixty percent of matching  
31 funds over the same time period of the grant;

32 (v) Has established a coordinated effort with committed partners,  
33 including law enforcement, prosecutors, mental health practitioners,  
34 and schools;

35 (vi) Has established goals, priorities, and policies in  
36 compliance with the requirements of (c) of this subsection; and

37 (vii) Demonstrates a clear plan to engage in long-term antigang  
38 efforts after the conclusion of the pilot project.

39 (c) The grant recipient must:

1 (i) Work to reduce youth gang crime and violence by implementing  
2 the comprehensive gang model of the federal juvenile justice and  
3 delinquency prevention act of 1974;

4 (ii) Increase mental health services to unserved and underserved  
5 youth by implementing the best practice youth mental health model of  
6 the national center for mental health and juvenile justice;

7 (iii) Work to keep high-risk youth in school, reenroll dropouts,  
8 and improve academic performance and behavior by engaging in a grass  
9 roots team approach in schools with the most serious youth violence  
10 and mental health problems, which must include a unique and  
11 identified team in each district participating in the project;

12 (iv) Hire a project manager and quality assurance coordinator;

13 (v) Adhere to recommended quality control standards for  
14 Washington state research-based juvenile offender programs as set  
15 forth by the Washington state institute for public policy; and

16 (vi) Report to the department by September 1, 2019, with the  
17 following:

18 (A) The number of youth and adults served through the project and  
19 the types of services accessed and received;

20 (B) The number of youth satisfactorily completing chemical  
21 dependency treatment in the county;

22 (C) The estimated change in domestic violence rates;

23 (D) The estimated change in gang participation and gang violence;

24 (E) The estimated change in dropout and graduation rates;

25 (F) The estimated change in overall crime rates and crimes  
26 typical of gang activity;

27 (G) The estimated change in recidivism for youth offenders in the  
28 county; and

29 (H) Other information required by the department or otherwise  
30 pertinent to the pilot project.

31 (d) The department shall report the information from (c)(vi) of  
32 this subsection and other relevant data to the legislature and the  
33 governor by October 1, 2019.

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

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

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

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

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

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

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

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

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

23 (35) \$102,000 of the general fund—state appropriation for fiscal  
24 year 2018 and \$75,000 of the general fund—state appropriation for  
25 fiscal year 2019 are provided solely for the implementation of  
26 chapter 315, Laws of 2017 (ESB 5128) (incremental energy).

27 (36) \$26,000 of the general fund—state appropriation for fiscal  
28 year 2018 and \$12,000 of the general fund—state appropriation for  
29 fiscal year 2019 are provided solely for the implementation of  
30 chapter 279, Laws of 2017 (SHB 1988) (vulnerable youth guardians).

31 (37) \$468,000 of the financial services regulation account—state  
32 appropriation is provided solely for the family prosperity account  
33 program.

34 (38) The department is authorized to suspend issuing any  
35 nonstatutorily required grants or contracts of an amount less than  
36 \$1,000,000 per year.

37 (39) The entire home security account appropriation in this  
38 section is provided solely for administration through performance-  
39 based contracts that require, at a minimum, monthly reporting of

1 performance and financial metrics. The contracts must require that  
2 auditable documentation for the performance and financial metrics be  
3 provided to the joint legislative audit and review committee as  
4 requested for performance audits.

5 (40)(a) \$250,000 of the public works assistance account—state  
6 appropriation is provided solely for the department to contract with  
7 a consultant to study strategies for increasing the competitiveness  
8 of rural businesses in securing local government contracts within  
9 their same rural county, and for providing outreach services to  
10 employers in rural communities. The consultant must:

11 (i) Be a 501(c)(3) nonprofit organization;

12 (ii) Be located in a county with a population of less than two  
13 million; and

14 (iii) Provide statewide business representation and expertise  
15 with relevant experience in the evaluation of rural economies.

16 (b) The study must include the following:

17 (i) An analysis of the net economic and employment impacts to  
18 rural communities of awarding local government contracts to  
19 businesses outside the rural county in comparison to awarding local  
20 government contracts to businesses based in the same rural county;

21 (ii) A survey of local government entities to collect relevant  
22 data to include but not be limited to: The total number and amount of  
23 contracts awarded in 2015 and 2016 by local governments in rural  
24 counties; the number and amount of contracts awarded to businesses  
25 based in rural counties in comparison to the number and amounts  
26 awarded to businesses based in nonrural counties; the number of  
27 contracts where a rural business responded to a request for proposal  
28 but was not the minimum bidder; the percentage spread between the  
29 rural business and the lowest bidder; and the number of times the  
30 local government moved to the next most qualified bidder in a request  
31 for qualification out of the total professional service contracts  
32 awarded;

33 (iii) A review of current regulations and best practices in other  
34 jurisdictions. The study must identify existing policy barriers, if  
35 present, and potential policy changes to increase the competitiveness  
36 of rural businesses in securing local government contracts within  
37 their same geographic region, including but not be limited to the  
38 risks and benefits of establishing a preference for local businesses  
39 for rural government contracts; and

1 (iv) Discussion on the implications for projects that receive  
2 federal funding.

3 The study must be provided to the office of financial management and  
4 fiscal committees of the legislature by December 31, 2017.

5 (c) The department's external relations division must expand  
6 existing outreach services offered to rural employers to include  
7 training on processes to compete effectively for public works  
8 contracts within their communities. The external relations division  
9 must receive training on contract law to better support their  
10 outreach services. The cost of the training may not exceed \$10,000.

11 (41) \$40,000 of the general fund—state appropriation for fiscal  
12 year 2018 and \$40,000 of the general fund—state appropriation for  
13 fiscal year 2019 are provided solely for the Federal Way day center  
14 to provide housing and other assistance to persons over 18  
15 experiencing homelessness.

16 (42) \$200,000 of the general fund—state appropriation for fiscal  
17 year 2018 and \$200,000 of the general fund—state appropriation for  
18 fiscal year 2019 are provided solely for implementation of Second  
19 Substitute Senate Bill No. 5254 (buildable lands and zoning). If this  
20 bill is not enacted by July 31, 2017, the amounts provided in this  
21 subsection shall lapse.

22 (43) \$700,000 of the general fund—state appropriation for fiscal  
23 year 2018 and \$600,000 of the general fund—state appropriation for  
24 fiscal year 2019 are provided solely for staff and upgrades to the  
25 homeless management information system.

26 (44) \$50,000 of the general fund—state appropriation for fiscal  
27 year 2018 is provided solely for the department to conduct a study on  
28 the current state of data center industry in Washington and whether  
29 changes to existing state policies would result in additional  
30 investment and job creation in Washington as well as advance the  
31 development of the state's technology ecosystems. The study is due to  
32 the appropriate committees of the legislature by December 1, 2017.

33 (45) \$500,000 of the general fund—state appropriation for 2018 is  
34 provided solely for the department to formulate a statewide tourism  
35 marketing plan in collaboration with a nonprofit statewide tourism  
36 organization as provided in Substitute Senate Bill No. 5251.

37 (46) \$80,000 of the general fund—state appropriation for fiscal  
38 year 2018 and \$80,000 of the general fund—state appropriation for  
39 fiscal year 2019 is provided solely as a grant to Klickitat county



1 for a land use planner to process a backlog of permits that have not  
2 been processed by the Columbia river gorge commission due to lack of  
3 funds.

4 (47)(a) \$500,000 of the general fund—state appropriation for  
5 fiscal year 2019 is provided solely for a contract to study and  
6 report on independent contractor employment in Washington state. The  
7 contractor shall provide to the department an interim report to  
8 include a substantive update by November 1, 2018. The contractor  
9 report shall be provided to the department by June 1, 2019. The  
10 report must include information on the needs of workers earning  
11 income as independent contractors including sources of income, the  
12 amount of their income derived from independent work, and a  
13 discussion of the benefits provided to such workers.

14 (b) The department must convene an advisory committee to provide  
15 assistance with the development of the study. The advisory committee  
16 must comprise:

17 (i) Individuals from the public and private sector with expertise  
18 in labor laws;

19 (ii) Representatives of labor unions;

20 (iii) Representatives from nonprofit organizations promoting  
21 economic security and educational opportunity; and

22 (iv) Individuals from business and industry.

23 (48) \$1,070,000 of the general fund—state appropriation for  
24 fiscal year 2019 is provided solely for the department to expand the  
25 small business export assistance program and ensure that at least one  
26 new employee is located outside the city of Seattle for purposes of  
27 assisting rural businesses with export strategies; and for continuing  
28 the economic gardening program.

29 (49) \$1,500,000 of the statewide tourism marketing account—state  
30 appropriation is provided solely for implementation of Engrossed  
31 Fourth Substitute Senate Bill No. 5251 (tourism marketing). Of the  
32 amount appropriated, \$198,000 is provided solely for expenditures of  
33 the department that are related to implementation of the statewide  
34 tourism marketing program and operation of the authority. If the bill  
35 is not enacted by June 30, 2018, the amount provided in this  
36 subsection shall lapse.

37 (50) \$96,000 of the general fund—state appropriation for fiscal  
38 year 2019 is provided solely for implementation of Substitute Senate

1 Bill No. 6175 (common interest ownership). If the bill is not enacted  
2 by June 30, 2018, the amount provided in this subsection shall lapse.

3 (51) \$1,576,000 of the general fund—state appropriation for  
4 fiscal year 2019 is provided solely for administration and pass-  
5 through funding to assist Whatcom, Snohomish, King, Pierce, Kitsap,  
6 Thurston, and Clark counties with the implementation of chapter 16,  
7 Laws of 2017 3rd sp.s. (E2SSB 5254).

8 (52) \$50,000 of the general fund—state appropriation for fiscal  
9 year 2019 is provided solely for the city of Issaquah to host a  
10 regional or national sports medicine conference.

11 (53) \$149,000 of the general fund—state appropriation for fiscal  
12 year 2019 is provided solely for the department to fund a pilot  
13 project in Clark county to increase access to local workforce  
14 training. Funding must be used to contract with Partners in Careers  
15 to complete an assessment of basic literacy skills in connection to  
16 classes at Clark college or other programs to support the reading and  
17 math skills needed to complete workforce training; for case  
18 management to connect job seekers to community resources; and to  
19 support first time users or returners navigating the WorkSource  
20 system and engagement in on-the-job training and industry specific  
21 training in high demand fields.

22 (54) \$11,000 of the general fund—state appropriation for fiscal  
23 year 2019 is provided solely for a grant to the city of Port Angeles  
24 for the cost of analyzing bio char samples for evidence of dioxins,  
25 PAHs, and flame retardants and any other chemical compounds through a  
26 certified laboratory. Analysis results must be shared with local  
27 interest groups.

28 (55) \$20,000 of the general fund—state appropriation for fiscal  
29 year 2019 is provided solely for the office of homeless youth  
30 prevention and protection programs to conduct a survey of homeless  
31 youth service and informational gaps, especially in nonurban areas,  
32 with an emphasis on providing nonurban school districts with adequate  
33 informational resources related to homeless youth and youth in crisis  
34 services available in their community.

35 (56) \$20,000 of the general fund—state appropriation for fiscal  
36 year 2019 is provided solely for implementation of Engrossed  
37 Substitute Senate Bill No. 6081 (net metering) or Substitute House  
38 Bill No. 2995 (energy). If neither bill is enacted by June 30, 2018,  
39 the amount provided in this subsection shall lapse.

1       (57) \$150,000 of the general fund—state appropriation for fiscal  
2 year 2019 is provided solely for a grant to the city of Yakima to  
3 establish a gang prevention pilot program. The pilot program shall  
4 have the goal of creating a sustainable organized response to gang  
5 activity utilizing evidence-based resources.

6       (58) \$125,000 of the general fund—state appropriation for fiscal  
7 year 2019 is provided solely for a grant to the Seattle science  
8 foundation to develop a comprehensive 3D spinal cord atlas with the  
9 goal of providing clinicians and researchers with a digital map of  
10 the spinal cord.

11       (59) \$250,000 of the general fund—state appropriation for fiscal  
12 year 2019 is provided solely for the department to contract with the  
13 Washington state microenterprise association to assist people with  
14 limited incomes in nonmetro areas of the state to start and sustain  
15 small businesses and embrace the effects of globalization.

16       (60) \$240,000 of the general fund—state appropriation for fiscal  
17 year 2019 is provided solely for the implementation of Substitute  
18 House Bill No. 2367 (child care collaboration task force). If the  
19 bill is not enacted by June 30, 2018, the amount provided in this  
20 subsection shall lapse.

21       (61) \$174,000 of the general fund—state appropriation for fiscal  
22 year 2019 is provided solely for the implementation of Third  
23 Substitute House Bill No. 2382 (surplus public property). If the bill  
24 is not enacted by June 30, 2018, the amount provided in this  
25 subsection shall lapse.

26       (62) \$31,000 of the general fund—state appropriation for fiscal  
27 year 2019 is provided solely for the implementation of Substitute  
28 House Bill No. 2667 (essential needs/ABD programs). If the bill is  
29 not enacted by June 30, 2018, the amount provided in this subsection  
30 shall lapse.

31       (63)(a) \$300,000 of the general fund—state appropriation for  
32 fiscal year 2019 and \$300,000 of the general fund—local appropriation  
33 are provided solely for the department to contract with a consultant  
34 to study the current and ongoing impacts of the SeaTac international  
35 airport. The general fund—state funding provided in this subsection  
36 serves as a state match and may not be spent unless \$300,000 of local  
37 matching funds is transferred to the department. The department must  
38 seek feedback on project scoping and consultant selection from the  
39 cities listed in (b) of this subsection.

1 (b) The study must include, but not be limited to:

2 (i) The impacts that the current and ongoing airport operations  
3 have on quality of life associated with air traffic noise, public  
4 health, traffic, congestion, and parking in residential areas,  
5 pedestrian access to and around the airport, public safety and crime  
6 within the cities, effects on residential and nonresidential property  
7 values, and economic development opportunities, in the cities of  
8 SeaTac, Burien, Des Moines, Tukwila, Federal Way, Normandy Park, and  
9 other impacted neighborhoods; and

10 (ii) Options and recommendations for mitigating any negative  
11 impacts identified through the analysis.

12 (c) The department must collect data and relevant information  
13 from various sources including the port of Seattle, listed cities and  
14 communities, and other studies.

15 (d) The study must be delivered to the legislature by December 1,  
16 2019.

17 (64)(a) \$125,000 of the general fund—state appropriation for  
18 fiscal year 2019 is provided solely for the department of commerce to  
19 provide a grant to a nonprofit organization to assist fathers  
20 transitioning from incarceration to family reunification. The grant  
21 recipient must have experience contracting with:

22 (i) The department of corrections to support offender betterment  
23 projects; and

24 (ii) The department of social and health services to provide  
25 access and visitation services.

26 (b) The grant recipient must provide data on program outcomes to  
27 the Washington statewide reentry council. This data must be included  
28 in the Washington statewide reentry council's report of activities  
29 and recommendations to the governor and appropriate committees of the  
30 legislature as required by RCW 43.380.050.

31 (65) \$1,000,000 of the general fund—state appropriation for  
32 fiscal year 2019 is provided solely for the department of contract  
33 with organizations and attorneys to provide legal representation  
34 and/or referral services for legal representation to indigent persons  
35 who are in need of legal services for matters related to their  
36 immigration status. Persons eligible for assistance under this  
37 contract must be determined to be indigent under standards developed  
38 under chapter 10.101 RCW.

1 (66) \$150,000 of the general fund—state appropriation for fiscal  
2 year 2019 is provided solely for a small business innovation exchange  
3 project to increase economic development opportunities for women,  
4 minority, and veteran owned small businesses in the south King county  
5 region.

6 (67) \$100,000 of the general fund—state appropriation for fiscal  
7 year 2019 is provided solely for a grant to the city of Federal Way  
8 for an emergency shelter to serve homeless families with children.

9 (68) \$250,000 of the general fund—state appropriation for fiscal  
10 year 2019 is provided solely for capacity-building grants through the  
11 united Indians of all tribes foundation to promote and improve  
12 educational, cultural, and social services for Native American  
13 communities in Washington state.

14 (69) \$41,000 of the general fund—state appropriation for fiscal  
15 year 2019 is provided solely for the implementation of Substitute  
16 House Bill No. 2101 (sexual assault nurse examiners). If the bill is  
17 not enacted by June 30, 2018, the amount provided in this subsection  
18 shall lapse.

19 (70) \$40,000 of the general fund—state appropriation for fiscal  
20 year 2018 and \$100,000 of the general fund—state appropriation for  
21 fiscal year 2019 are provided solely for a grant to the Douglas  
22 county associate development organization that serves on the core  
23 leadership team of the Wenatchee valley's our valley our future  
24 community and economic development program to support communities  
25 adversely impacted by wildfire damage and the reduction of aluminum  
26 smelter facilities.

27 (71) \$800,000 of the general fund—state appropriation for fiscal  
28 year 2019 is provided solely for providing grants for a criminal  
29 justice diversion center pilot program in Snohomish county. Snohomish  
30 county must collect and report data from the pilot program to the  
31 department of commerce. The department must submit a report to the  
32 appropriate committees of the legislature by October 1, 2019. The  
33 report must contain, at a minimum:

34 (a) An analysis of arrests and bookings for individuals served in  
35 the pilot program;

36 (b) An analysis of connections to behavioral health services made  
37 for individuals who were served by the pilot program;

38 (c) An analysis of impacts on housing stability for individuals  
39 served by the pilot program; and

1 (d) The number of individuals served by the pilot program who  
2 were connected to a detoxification program, completed a  
3 detoxification program, completed a chemical dependency assessment,  
4 completed chemical dependency treatment, or were connected to  
5 housing.

6 (72) \$5,869,000 of the home security fund account—state  
7 appropriation is provided solely for implementation of Engrossed  
8 Second Substitute House Bill No. 1570 (homeless housing and  
9 assistance). If the bill is not enacted by June 30, 2018, the amount  
10 provided in this subsection shall lapse.

11 (73) \$250,000 of the general fund—state appropriation is provided  
12 solely for a grant to a museum to assist with armistice day  
13 activities in schools and other community settings to celebrate the  
14 100th anniversary of World War I and armistice day. Funding must be  
15 used for a World War I America museum exhibit, new curriculum,  
16 teacher training, student and classroom visits, and visits from  
17 veterans and active duty military.

18 (74) \$226,000 of the general fund—state appropriation for fiscal  
19 year 2019 is provided solely to expand the state's capacity to  
20 enforce the lead-based paint program.

21 (75) \$60,000 of the general fund—state appropriation for fiscal  
22 year 2019 is provided solely for the department to submit the  
23 necessary Washington state membership dues for the Pacific Northwest  
24 economic region.

25 (76) \$50,000 of the life sciences discovery fund—state  
26 appropriation is provided solely for grants as generally described in  
27 chapter 43.350 RCW.

28 (77) \$188,000 of the general fund—state appropriation for fiscal  
29 year 2019 is provided solely for implementation of Substitute House  
30 Bill No. 1022 (crime victim participation). If the bill is not  
31 enacted by June 30, 2018, the amount provided in this subsection  
32 shall lapse.

33 (78) \$62,000 of the general fund—state appropriation for fiscal  
34 year 2018 and \$116,000 of the general fund—state appropriation for  
35 fiscal year 2019 are provided solely for the implementation of  
36 Substitute House Bill No. 2580 (renewable natural gas). If the bill  
37 is not enacted by June 30, 2018, the amounts provided in this  
38 subsection shall lapse.



|    |   |                      |
|----|---|----------------------|
| 1  |   | <u>\$620,000</u>     |
| 2  | Statewide Information Technology System Development |                      |
| 3  | Revolving Account—State Appropriation. . . . .      | (((\$6,503,000))     |
| 4  |   | <u>\$10,022,000</u>  |
| 5  | OFM Central Services—State Appropriation. . . . .   | (((\$19,237,000))    |
| 6  |   | <u>\$19,280,000</u>  |
| 7  | <u>Pension Funding Stabilization Account—State</u>  |                      |
| 8  | <u>Appropriation. . . . .</u>                       | <u>\$2,448,000</u>   |
| 9  | TOTAL APPROPRIATION. . . . .                        | (((\$100,938,000))   |
| 10 |   | <u>\$107,919,000</u> |

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

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

18 (2)(a) The student achievement council and all institutions of  
19 higher education eligible to participate in the state need grant  
20 shall ensure that data needed to analyze and evaluate the  
21 effectiveness of the state need grant program are promptly  
22 transmitted to the education data center so that it is available and  
23 easily accessible. The data to be reported must include but not be  
24 limited to:

- 25 (i) The number of state need grant recipients;
- 26 (ii) The number of students on the unserved waiting list of the  
27 state need grant;
- 28 (iii) Persistence and completion rates of state need grant  
29 recipients and students on the state need grant unserved waiting  
30 list, disaggregated by institutions of higher education;
- 31 (iv) State need grant recipients and students on state need grant  
32 unserved waiting list grade point averages; and
- 33 (v) State need grant program costs.

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

37 (3) \$149,000 of the general fund—state appropriation for fiscal  
38 year 2018 and \$144,000 of the general fund—state appropriation for



1 fiscal year 2019 are provided solely to implement chapter 172, Laws  
2 of 2017 (SHB 1741) (educator preparation data/PESB).

3 (4) \$84,000 of the general fund—state appropriation for fiscal  
4 year 2018 and \$75,000 of the general fund—state appropriation for  
5 fiscal year 2019 are provided solely to implement chapter 53, Laws of  
6 2017 (2SHB 1120) (regulatory fairness act).

7 (5) The office of financial management must perform a legal and  
8 policy review of whether the lead organization of the statewide  
9 health claims database established in chapter 43.371 RCW may collect  
10 certain data from drug manufacturers and use this data to bring  
11 greater public transparency to prescription drug prices.  
12 Specifically, the review must analyze whether the organization may  
13 collect and use manufacturer's pricing data on high-cost new and  
14 existing prescription drugs, including itemized production and sales  
15 data and Canadian pricing. The office of financial management must  
16 report by December 15, 2017, to the health care committees of the  
17 legislature the results of the study and any necessary legislation to  
18 authorize the collection of pricing data and to produce public  
19 analysis and reports that help promote prescription drug  
20 transparency.

21 (6) \$500,000 of the general fund—state appropriation for fiscal  
22 year 2018, \$131,000 of the general fund—state appropriation for  
23 fiscal year 2019, and \$139,000 of the personnel service account—state  
24 appropriation are provided solely for implementation of Engrossed  
25 Second Substitute House Bill No. 1661 (children, youth, families  
26 department). The cost allocation contract must include a  
27 determination of the amount of administrative funding to be  
28 transferred between appropriations in sections 223(1) and 223(2) of  
29 this act to section 222(3) of this act for the new department of  
30 children, youth, and families. If the bill is not enacted by July 31,  
31 2017, the amounts provided in this subsection shall lapse.

32 (7) (~~(\$4,503,000)~~) \$8,022,000 of the statewide information  
33 technology system development revolving account—state appropriation  
34 is provided solely for readiness activities related to the One  
35 Washington replacement project to modernize and improve  
36 administrative systems and related business processes across state  
37 government over a multi-biennia time period and this project is  
38 subject to the conditions, limitations, and review provided in  
39 section 724 of this act. The funding provided in this subsection is

1 for conducting business warehouse planning and system integrations  
2 and contracting with a strategic partner for the design of the long-  
3 term program blueprint detailing the readiness, planning, and  
4 implementation activities related to this project. Legislative  
5 expectation is that the strategic partner selected for this design of  
6 this long-term blueprint will have proven experience in successfully  
7 managing similar efforts in other states or jurisdictions and that  
8 the ultimate project scope will integrate performance information and  
9 provide information on discrete units of costs for state governmental  
10 activities with the goal of improved management and efficiency. The  
11 office of financial management will provide the needed management  
12 support for this design effort and will ensure that state agencies  
13 fully participate in this initial design effort, including the office  
14 of chief information officer. The office of financial management will  
15 provide quarterly reports to the legislative fiscal committees and  
16 the legislative evaluation and accountability program committee.  
17 Before submitting additional funding requests for this project, the  
18 office of financial management will submit a comprehensive detailed  
19 feasibility study and financial plan for the project to the  
20 legislative evaluation and accountability program committee.

21 (8) \$4,000,000 of the general fund—federal appropriation is  
22 provided solely for the procurement and implementation of the  
23 Washington state all payer claims database project and this project  
24 is subject to the conditions, limitations, and review provided in  
25 section 724 of this act.

26 (9) \$140,000 of the general fund—state appropriation for fiscal  
27 year 2018 and \$140,000 of the general fund—federal appropriation are  
28 provided solely for the authority to incorporate long-term inpatient  
29 care as defined in RCW 71.24.025 into the psychiatric managed care  
30 capitation risk model. The model shall be submitted to the governor  
31 and appropriate committees of the legislature by December 1, 2017.  
32 The model must integrate civil inpatient psychiatric hospital  
33 services including ninety and one hundred eighty day commitments  
34 provided in state hospitals or community settings into medicaid  
35 managed care capitation rates and nonmedicaid contracts. The model  
36 should phase-in the financial risk such that managed care  
37 organizations bear full financial risk for long-term civil inpatient  
38 psychiatric hospital commitments beginning January 2020. The model

1 must address strategies to ensure that the state is able to maximize  
2 the state's allotment of federal disproportionate share funding.

3 (10) The office of financial management will convene a work group  
4 consisting of the department of social and health services and  
5 appropriate fiscal and policy staff from the house of representatives  
6 office of program research and senate committee services for the  
7 purpose of reviewing language traditionally added to section 201 in  
8 supplemental operating omnibus appropriations acts to allow the  
9 department to transfer moneys between sections of the act and to  
10 allow for moneys that are provided solely for a specified purpose to  
11 be used for other than that purpose. The work group will review the  
12 department's use of the language, develop options to reduce or  
13 eliminate the need for this language, and explore revisions to the  
14 language. The work group must also discuss alternatives to the  
15 language to achieve the shared goal of balancing expenditures to  
16 appropriation while preserving the legislature's ability to direct  
17 policy through appropriation. Alternatives should include increased  
18 use of supplemental budget decision packages, the creation of a  
19 reserve fund for unanticipated expenditures, and other measures the  
20 work group develops.

21 (11) Within existing resources, the labor relations section shall  
22 produce a report annually on workforce data and trends for the  
23 previous fiscal year. At a minimum, the report must include a  
24 workforce profile; information on employee compensation, including  
25 salaries and cost of overtime; and information on retention,  
26 including average length of service and workforce turnover.

27 (12) \$75,000 of the recreation access pass account—state  
28 appropriation is provided solely for the office of financial  
29 management, in consultation with the parks and recreation commission,  
30 department of natural resources, and department of fish and wildlife,  
31 to further analyze the cost and revenue potential of the options and  
32 recommendations in Recreation Fees in Washington: Options and  
33 Recommendations (The William D. Ruckelshaus Center, December 2017).  
34 The office must collaborate with other relevant agencies and  
35 appropriate stakeholders. The office must provide a report to the  
36 appropriate committees of the legislature by September 1, 2018. For  
37 each of the options, the report must:

38 (a) Identify the types of recreational access pass products,  
39 exemption and discount types, and levels;

1 (b) Specify price points and projected demand for each type of  
2 recreational access pass product that would result in revenue  
3 increases of five percent, ten percent, and fifteen percent;

4 (c) Describe implementation and logistical considerations of  
5 selling each of the options through a single place on the internet or  
6 through the department of fish and wildlife's licensing system;

7 (d) Identify fiscal impacts of changing the state access pass to  
8 each of the options identified including any combination state and  
9 federal recreational access pass options; and

10 (e) Provide any additional recommendations for implementation,  
11 transition, or changes in state law needed to implement each of the  
12 options.

13 (13) \$1,000,000 of the general fund—state appropriation for  
14 fiscal year 2018 is provided solely to support the implementation of  
15 the department of children, youth, and families. The department must  
16 submit an expenditure plan to the office of financial management and  
17 may expend implementation funds after the approval of the director of  
18 the office of financial management.

19 (14) The office of financial management must purchase a workiva  
20 software product that will produce the comprehensive annual financial  
21 report and other fiscal reports within existing resources.

22 (15) The office of financial management must procure GovDelivery,  
23 a software as a service, that enables government organizations to  
24 connect with citizens within existing resources.

25 (16) \$75,000 of the general fund—state appropriation for fiscal  
26 year 2019 is provided solely for implementation of chapter 192, Laws  
27 of 2017 (SB 5849).

28 (17) \$192,000 of the general fund—state appropriation for fiscal  
29 year 2018 and \$288,000 of the general fund—state appropriation for  
30 fiscal year 2019 are provided solely for the office of financial  
31 management to contract with an entity or entities with expertise in  
32 public finance, commercial, and public banking to:

33 (a) Evaluate the benefits and risks of establishing and operating  
34 a state-chartered, public cooperative bank in the state of  
35 Washington, specifically including the business and operational  
36 issues raised by the 2017 infrastructure and public depository task  
37 force; and

38 (b) Develop a business plan for a public cooperative bank based  
39 on the federal home loan bank model whose members may only be the

1 state and/or political subdivisions. The purpose of this bank is to  
2 assist the potential members of the bank to manage cash and  
3 investments more efficiently to increase yield while maintaining  
4 liquidity, and to establish a sustainable funding source of ready  
5 capital for infrastructure and economic development in the state of  
6 Washington. The business plan shall include, but is not limited to:

- 7 (i) Identification of potential members of the bank;
- 8 (ii) The capital structure that would be necessary;
- 9 (iii) Potential products the bank might offer;
- 10 (iv) Projections of earnings;
- 11 (v) Recommendations on corporate governance, accountability, and  
12 assurances;
- 13 (vi) Legal, constitutional, and regulatory issues;
- 14 (vii) If needed, how to obtain a federal master account and join  
15 the federal reserve;
- 16 (viii) Information technology security and cybersecurity;
- 17 (ix) Opportunities for collaborating with other financial  
18 institutions;
- 19 (x) Impacts on the state's debt limit;
- 20 (xi) In the event of failure, the risk to taxpayers, including  
21 any impact on Washington's bond rating and reputation;
- 22 (xii) Potential effects on the budgets and existing state  
23 agencies programs; and
- 24 (xiii) Other items necessary to establish a state-chartered,  
25 public cooperative bank modeled after the federal home loan bank or  
26 other similar institution.

27 The office of financial management shall facilitate the timely  
28 transmission of information and documents from all appropriate state  
29 departments and state agencies to the entity hired to carry out its  
30 contract. A status report must be provided to the governor and  
31 appropriate committees of the legislature by December 1, 2018, and  
32 final report and business plan provided to the appropriate committees  
33 of the legislature by June 30, 2019. The contract is exempt from the  
34 competitive procurement requirements in chapter 39.26 RCW.

35 (18) \$25,000 of the general fund—state appropriation for fiscal  
36 year 2018 and \$125,000 of the general fund—state appropriation for  
37 fiscal year 2019 are provided to the education research and data  
38 center within the office of financial management for the sole purpose  
39 of providing a report to the appropriate committees of the  
40 legislature by January 1, 2019, on postsecondary enrollment and

1 completion of Washington students with demographic information  
2 included on race, ethnicity, gender, students with disabilities,  
3 English language proficiency, income level, region, and types of  
4 credentials, including but not limited to in- and out-of-state public  
5 and private traditional two- and four-year degree granting  
6 institutions, private vocational schools, state apprenticeship  
7 programs, and professional licenses. The appropriation must also be  
8 used to respond to data requests from researchers outside of state  
9 agencies and to develop a plan for improving data governance for more  
10 accurate and timely responses.

11 (19) \$52,000 of the general fund—state appropriation for fiscal  
12 year 2018 and \$412,000 of the general fund—state appropriation for  
13 fiscal year 2019 are provided to the office of financial management  
14 for staffing and support to prepare for the 2020 census.

15 (20)(a) \$179,000 of the general fund—state appropriation for  
16 fiscal year 2019 is provided solely for the sentencing guidelines  
17 commission to conduct a comprehensive review of the sentencing reform  
18 act under chapter 9.94A RCW and make recommendations to accomplish  
19 the following goals:

20 (i) Assess the degree to which the sentencing reform act as  
21 applied has achieved each of its stated purposes;

22 (ii) Ensure Washington's sentencing policies and practices are  
23 evidence-based, aligned with best practices, and consistent with  
24 federal and state case law;

25 (iii) Ensure Washington's sentencing laws and practices promote  
26 public safety by holding offenders accountable for their actions  
27 while also facilitating their successful reintegration into the  
28 community;

29 (iv) Simplify Washington's sentencing laws to make them easier to  
30 understand and apply; and

31 (v) Eliminate inconsistencies, which may have developed through  
32 various amendatory changes.

33 (b) In conducting the review under (a) of this subsection, the  
34 sentencing guidelines commission shall:

35 (i) Review the current sentencing grid and recommend changes to  
36 simplify the grid and increase judicial discretion, including, but  
37 not limited to: Reviewing and simplifying RCW 9.94A.501, 9.94A.505,  
38 9.94A.525, and 9.94A.533; reviewing and simplifying the sentencing  
39 grid under RCW 9.94A.510 by reducing the number of cells in the grid

1 and creating broader sentencing ranges for lower level offenses;  
2 reviewing and revising seriousness levels under RCW 9.94A.515 to  
3 ensure offenses have appropriately designated seriousness levels;  
4 reviewing the drug sentencing grid under RCW 9.94A.517 and 9.94A.518  
5 to determine if drug offenses can be incorporated into a new or  
6 revised sentencing grid; and reviewing minimum term requirements  
7 under RCW 9.94A.540 to avoid inconsistencies with proposed changes to  
8 the grid and other sentencing policies;

9 (ii) Review mitigating and aggravating factors under RCW  
10 9.94A.535 and sentencing enhancements under RCW 9.94A.533, including  
11 mandatory consecutive requirements, and recommend changes to reflect  
12 current sentencing purposes and policies and case law;

13 (iii) Review fines, fees, and other legal financial obligations  
14 associated with criminal convictions, including, but not limited to,  
15 a review of: Fines under RCW 9.94A.550; restitution under RCW  
16 9.94A.750; and legal financial obligations under RCW 9.94A.760;

17 (iv) Review community supervision and community custody programs  
18 under RCW 9.94A.701 through 9.94A.723 and other related provisions,  
19 including, but not limited to: Reviewing and revising eligibility  
20 criteria for community custody under RCW 9.94A.701 and 9.94A.702;  
21 reviewing the length and manner of supervision for various offenses;  
22 reviewing earned time toward termination of supervision; and  
23 reviewing the consequences for violations of conditions; and

24 (v) Review available alternatives to full confinement, including,  
25 but not limited to: Work crew under RCW 9.94A.725 and home detention  
26 and electronic home monitoring under RCW 9.94A.734 through 9.94A.736.

27 (c) The sentencing guidelines commission shall report its  
28 findings and recommendations based on the review under (a) of this  
29 subsection to the governor and appropriate committees of the  
30 legislature by May 1, 2019.

31 (21) \$52,000 of the general fund—state appropriation for fiscal  
32 year 2018 and \$412,000 of the general fund—state appropriation for  
33 fiscal year 2019 are provided to the office of financial management  
34 for staffing and support to prepare for the 2020 census.

35 **Sec. 130.** 2017 3rd sp.s. c 1 s 131 (uncodified) is amended to  
36 read as follows:

37 **FOR THE OFFICE OF ADMINISTRATIVE HEARINGS**

38 Administrative Hearings Revolving Account—State







|    |   |                                |
|----|---|--------------------------------|
| 1  |   | <u>\$129,925,000</u>           |
| 2  | General Fund—State Appropriation (FY 2019). . . . .       | (( <del>\$138,496,000</del> )) |
| 3  |   | <u>\$135,392,000</u>           |
| 4  | Timber Tax Distribution Account—State                     |                                |
| 5  | Appropriation. . . . .                                    | (( <del>\$6,772,000</del> ))   |
| 6  |   | <u>\$6,765,000</u>             |
| 7  | Waste Reduction/Recycling/Litter Control—State            |                                |
| 8  | Appropriation. . . . .                                    | (( <del>\$157,000</del> ))     |
| 9  |   | <u>\$156,000</u>               |
| 10 | State Toxics Control Account—State Appropriation. . . . . | (( <del>\$112,000</del> ))     |
| 11 |   | <u>\$111,000</u>               |
| 12 | Business License Account—State Appropriation. . . . .     | (( <del>\$28,211,000</del> ))  |
| 13 |   | <u>\$16,640,000</u>            |
| 14 | Performance Audits of Government Account—State            |                                |
| 15 | Appropriation. . . . .                                    | \$4,640,000                    |
| 16 | <u>Pension Funding Stabilization Account—State</u>        |                                |
| 17 | <u>Appropriation. . . . .</u>                             | <u>\$13,488,000</u>            |
| 18 | Financial Services Regulation Account—State               |                                |
| 19 | Appropriations. . . . .                                   | \$5,000,000                    |
| 20 | TOTAL APPROPRIATION. . . . .                              | (( <del>\$324,342,000</del> )) |
| 21 |   | <u>\$312,117,000</u>           |

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

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

29       ((+3)) (2) Prior to the suspension of the streamlined sales tax  
30 mitigation program established under chapter 82.14 RCW, the  
31 department must analyze if and when expected revenue gains from the  
32 provisions of sections 201 through 213 of House Bill No. 2163 will be  
33 equal to or exceed revenue losses to local taxing districts, as  
34 measured under the streamlined sales tax mitigation system from the  
35 switch to destination sourcing of sales tax. The analysis must  
36 include a comprehensive review of tax, wage, census, and economic  
37 data. The review must consider online sales tax and streamlined sales  
38 tax mitigation trends for areas with rich concentrations of  
39 warehousing distribution and manufacturing centers. The department

1 must provide a report and recommendations to the governor and  
2 appropriate committees of the legislature by November 1, 2018. If  
3 House Bill No. 2163 (revenue) is not enacted by July 31, 2017, this  
4 subsection is void.

5 ~~((4))~~ (3) \$8,028,000 of the general fund—state appropriation  
6 for fiscal year 2018 and \$6,304,000 of the general fund—state  
7 appropriation for fiscal year 2019 are provided solely for the  
8 implementation of House Bill No. 2163 (revenue). If the bill is not  
9 enacted by July 31, 2017, the amounts provided in this subsection  
10 shall lapse.

11 (4) \$30,000 of the general fund—state appropriation for fiscal  
12 year 2018 and \$120,000 of the general fund—state appropriation for  
13 fiscal year 2019 are provided solely for the department to make  
14 publicly available an online searchable database of all taxes and tax  
15 rates in the state for each taxing district. The information must be  
16 aggregated by type of tax and accessible by entering a physical  
17 address for each residency or business. In addition to searching by  
18 physical address for each residence or business, searches must be  
19 accommodated by navigating through a map of the state as a whole and  
20 down to the level of each taxing district.

21 (a) The department must also provide tax rate calculators on the  
22 searchable database to allow taxpayers to calculate their potential  
23 taxes. Calculators must be provided at a minimum for property, sales  
24 and use, business and occupation, vehicle, and other business taxes  
25 and must be specific to the rate for the taxing district in which the  
26 taxpayer resides. The calculator may only be used for educational  
27 purposes and does not have a legal effect on taxes due.

28 (b) To facilitate the department's efforts in creating and  
29 maintaining the searchable database of each tax rate for all taxing  
30 districts in the state, each taxing district must report its tax  
31 rates to the department by September 30, 2018. In addition, every  
32 taxing district must report any changes to its tax rates within  
33 thirty days of an enactment of a different rate.

34 (c) At a minimum the following taxes and rates must be included  
35 in the database and broken down to the taxing district or  
36 jurisdiction level:

37 (i) State and local sales and use taxes;

38 (ii) State and local regular and excess property taxes;

1 (iii) State and local business taxes including, but not limited  
2 to, business and occupation taxes, public utility taxes, unemployment  
3 compensation taxes, and industrial insurance premiums;

4 (iv) State and local real estate excise taxes; and

5 (v) State and local motor vehicle taxes and fees.

6 (d) The database must also contain information, or links to  
7 information, on additional selective sales taxes, selective business  
8 taxes, and in-lieu of property taxes.

9 (e) The database created under this section must be accessible by  
10 June 30, 2019, and able to be accessed by and accessed from the state  
11 expenditure information web site created under RCW 44.48.150.

12 (5) \$1,745,000 of the general fund—state appropriation for fiscal  
13 year 2018 and \$2,019,000 of the general fund—state appropriation for  
14 fiscal year 2019 are provided solely for the implementation of  
15 chapter 209, Laws of 2017 (EHB 2005).

16 (6) \$72,000 of the general fund—state appropriation for fiscal  
17 year 2019 is provided solely for the implementation of Engrossed  
18 Second Substitute House Bill No. 2718 (civil forfeiture proceedings).  
19 If the bill is not enacted by June 30, 2018, the amount provided in  
20 this subsection shall lapse.

21 (7) \$96,000 of the general fund—state appropriation for fiscal  
22 year 2019 is provided solely for the implementation of Engrossed  
23 Fourth Substitute Senate Bill No. 5251 (tourism marketing). If the  
24 bill is not enacted by June 30, 2018, the amount provided in this  
25 subsection shall lapse.

26 **Sec. 136.** 2017 3rd sp.s. c 1 s 137 (uncodified) is amended to  
27 read as follows:

28 **FOR THE BOARD OF TAX APPEALS**

29 General Fund—State Appropriation (FY 2018). . . . . (~~(\$1,409,000)~~)  
30 \$1,565,000

31 General Fund—State Appropriation (FY 2019). . . . . (~~(\$1,438,000)~~)  
32 \$2,254,000

33 Pension Funding Stabilization Account—State  
34 Appropriation. . . . . \$162,000

35 TOTAL APPROPRIATION. . . . . (~~(\$2,847,000)~~)  
36 \$3,981,000

37 The appropriations in this section are subject to the following  
38 conditions and limitations: \$789,000 of the general fund—state

1 appropriation for fiscal year 2019 is provided solely for  
2 implementation of Engrossed House Bill No. 2777 (board of tax appeals  
3 admin.). If the bill is not enacted by June 30, 2018, the amount  
4 provided in this subsection shall lapse.

5 **Sec. 137.** 2017 3rd sp.s. c 1 s 138 (uncodified) is amended to  
6 read as follows:

7 **FOR THE OFFICE OF MINORITY AND WOMEN'S BUSINESS ENTERPRISES**  
8 OMWBE Enterprises Account—State Appropriation. . . . . ((\$4,887,000))  
9 \$4,926,000

10 **Sec. 138.** 2017 3rd sp.s. c 1 s 139 (uncodified) is amended to  
11 read as follows:

12 **FOR THE INSURANCE COMMISSIONER**  
13 General Fund—Federal Appropriation. . . . . ((\$4,615,000))  
14 \$4,613,000  
15 Insurance Commissioners Regulatory Account—State  
16 Appropriation. . . . . ((\$59,548,000))  
17 \$60,310,000  
18 TOTAL APPROPRIATION. . . . . ((\$64,163,000))  
19 \$64,923,000

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

22 (1) \$48,000 of the insurance commissioners regulatory account—  
23 state appropriation is provided solely for implementation of chapter  
24 103, Laws of 2017 (EHB 1450) (title insurance rating orgs.).

25 (2) \$12,000 of the insurance commissioners regulatory account—  
26 state appropriation is provided solely for implementation of chapter  
27 49, Laws of 2017 (SHB 1027) (surplus line broker licenses).

28 (3) \$29,000 of the insurance commissioners regulatory account—  
29 state appropriation is provided solely for implementation of Senate  
30 Bill No. 6059 (insurer annual disclosures). If the bill is not  
31 enacted by June 30, 2018, the amount provided in this subsection  
32 shall lapse.

33 (4) \$40,000 of the insurance commissioners regulatory account—  
34 state appropriation is provided solely for implementation of  
35 Substitute Senate Bill No. 6219 (reproductive health coverage). If  
36 the bill is not enacted by June 30, 2018, the amount provided in this  
37 subsection shall lapse.



1 Pension Funding Stabilization Account—State

|   |                               |                               |
|---|-------------------------------|-------------------------------|
| 2 | <u>Appropriation. . . . .</u> | <u>\$78,000</u>               |
| 3 | TOTAL APPROPRIATION. . . . .  | (( <del>\$93,301,000</del> )) |
| 4 |                               | <u>\$94,459,000</u>           |

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

7 (1) \$11,000 of the liquor revolving account—state appropriation  
8 is provided solely for the implementation of chapter 96, Laws of 2017  
9 (E2SHB 1351) (sale of spirits, beer and wine).

10 (2) The liquor and cannabis board may require electronic payment  
11 of the marijuana excise tax levied by RCW 69.50.535. The liquor and  
12 cannabis board may allow a waiver to the electronic payment  
13 requirement for good cause as provided by rule.

14 (3) \$1,420,000 of the dedicated marijuana account—state  
15 appropriation for fiscal year 2018 and \$885,000 of the dedicated  
16 marijuana account—state appropriation for fiscal year 2019 are  
17 provided solely for the marijuana traceability system used to track  
18 the production, processing, and retail sale of each marijuana product  
19 as it moves through the regulated recreational and medical  
20 marketplace. The board may accept a proposal for a traceability  
21 system that is less than the amounts appropriated within this section  
22 if the proposal meets the board's requirements. The traceability  
23 system is subject to the conditions, limitations, and review provided  
24 in section 724 of this act.

25 (4) \$93,000 of the general fund—state appropriation for fiscal  
26 year 2018 and \$70,000 of the general fund—state appropriation for  
27 fiscal year 2019 are provided solely to implement and enforce vapor  
28 products licensing, packaging, and sales regulations pursuant to  
29 chapter 38, Laws of 2016 (ESSB 6328).

30 (5) Within existing resources, the state liquor and cannabis  
31 board shall establish a way by which any inspection or approval of a  
32 marijuana processor's professional closed loop systems, equipment,  
33 extraction operation, and facilities, may be performed by a qualified  
34 person or entity other than a local fire code official, in the event  
35 that a local fire code official does not perform such an inspection  
36 or approval as required by state liquor and cannabis board rule.

37 (6) \$175,000 of the dedicated marijuana fund—state appropriation  
38 for fiscal year 2019 is provided solely for implementation of Second  
39 Substitute House Bill No. 2334 (cannabinoid additives). If the bill

1 is not enacted by June 30, 2018, the amount provided in this  
2 subsection shall lapse.

3 (7) \$20,000 of the liquor revolving account—state appropriation  
4 is provided solely for implementation of Engrossed Substitute Senate  
5 Bill No. 6346 (sale of wine/microbrewery). If the bill is not enacted  
6 by June 30, 2018, the amount provided in this subsection shall lapse.

7 (8)(a) Within amounts appropriated in this section, the state  
8 liquor and cannabis board shall conduct a study regarding the  
9 development and implementation of a system for the home delivery of  
10 medical marijuana products to qualifying medical marijuana patients  
11 by licensed medical marijuana retailers. The board shall examine the  
12 legal and regulatory issues to be addressed in order to provide safe  
13 home delivery and to ensure effective monitoring of the delivery  
14 process to minimize the likelihood of illicit activity.

15 (b) The board shall consult with the department of health,  
16 industry representatives, local government officials, law enforcement  
17 officials, and any other person or entity deemed necessary to  
18 complete the study.

19 (c) In the course of the study, the board shall consider the  
20 following:

21 (i) Eligibility requirements for marijuana retailers applying for  
22 a medical marijuana delivery endorsement;

23 (ii) Verification procedures regarding age, identity, and  
24 registration in the medical marijuana authorization database with  
25 respect to the medical marijuana patient receiving delivery;

26 (iii) Qualifications for, and the training of, persons delivering  
27 medical marijuana products on behalf of the medical marijuana  
28 retailer;

29 (iv) Methods of ordering and payment;

30 (v) Maintaining the integrity of the marijuana traceability  
31 system during the course of the delivery process;

32 (vi) Safe and secure transportation of marijuana products from  
33 the retailer to the purchaser, including delivery vehicle  
34 requirements;

35 (vii) Methods of ensuring that a retailer's delivery employees  
36 and delivery system are in compliance with regulatory requirements;

37 (viii) Medical marijuana deliveries by retailers operating out of  
38 Indian country; and



1 (ix) Civil penalties and administrative actions for regulatory  
2 violations by a retailer holding a medical marijuana delivery  
3 endorsement.

4 (d) By December 1, 2018, the board must report to the legislature  
5 and the appropriate committees its findings and recommendations  
6 regarding the implementation of a medical marijuana home delivery  
7 system.

8 **Sec. 141.** 2017 3rd sp.s. c 1 s 142 (uncodified) is amended to  
9 read as follows:

10 **FOR THE UTILITIES AND TRANSPORTATION COMMISSION**

|    |  |                               |
|----|--|-------------------------------|
| 11 | General Fund—Private/Local Appropriation. . . . .      | (( <del>\$16,464,000</del> )) |
| 12 |  | <u>\$16,463,000</u>           |
| 13 | Public Service Revolving Account—State                 |                               |
| 14 | Appropriation. . . . .                                 | (( <del>\$40,248,000</del> )) |
| 15 |  | <u>\$40,252,000</u>           |
| 16 | Pipeline Safety Account—State Appropriation. . . . .   | \$3,412,000                   |
| 17 | Pipeline Safety Account—Federal Appropriation. . . . . | (( <del>\$3,072,000</del> ))  |
| 18 |  | <u>\$3,069,000</u>            |
| 19 | TOTAL APPROPRIATION. . . . .                           | \$63,196,000                  |

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

22 (1) By December 31, 2017, the commission shall report findings  
23 and recommendations to the energy committees of the legislature on  
24 best practices and policies for electric utilities to develop  
25 distributed energy resource plans, applying the traditional utility  
26 regulatory principles of fairness, efficiency, reliability, and  
27 revenue stability. The report must address: A review of policies and  
28 practices for distributed energy resource planning in other states,  
29 an inventory of current utility distribution planning practices and  
30 capabilities in Washington, and recommendations for using distributed  
31 energy resource planning to inform utility integrated resource plans.

32 (2) \$2,093,000 of the public service revolving account—state  
33 appropriation is provided solely for the commission to cover the  
34 costs of moving its offices to a new location, in cooperation with  
35 the department of enterprise services.

36 (3) Up to \$800,000 of the public service revolving account—state  
37 appropriation in this section is for the utilities and transportation  
38 commission to supplement funds committed by a telecommunications

1 company to expand rural broadband service on behalf of an eligible  
2 governmental entity. The amount in this subsection represents  
3 payments collected by the utilities and transportation commission  
4 pursuant to the Qwest performance assurance plan.

5 (4) \$27,000 of the public service revolving account—state  
6 appropriation is provided solely for implementing the provisions of  
7 Engrossed Substitute Senate Bill No. 6081 (distributed generation) or  
8 Substitute House Bill No. 2995 (energy). If neither bill is enacted  
9 by June 30, 2018, the amount provided in this subsection shall lapse.

10 (5) The commission must begin a long-term study on the universal  
11 service program to the appropriate committees of the legislature on  
12 the need for future program funding and recommendations on potential  
13 funding mechanisms to improve availability of communications  
14 services, including broadband service, in unserved and underserved  
15 areas. A preliminary report providing a framework for the how the  
16 commission will approach the study is due January 1, 2019.

17 (6) Sufficient funding is provided in this section for the  
18 commission to convene a task force to make recommendations and report  
19 to the legislature regarding the most effective method of regulation  
20 of digital application-based micro-movers and the small goods movers  
21 that utilize their digital application. The report is due to the  
22 legislature by December 15, 2018.

23 **Sec. 142.** 2017 3rd sp.s. c 1 s 143 (uncodified) is amended to  
24 read as follows:

25 **FOR THE MILITARY DEPARTMENT**

|    |  |                                |
|----|--|--------------------------------|
| 26 | General Fund—State Appropriation (FY 2018). . . . .      | (( <del>\$7,676,000</del> ))   |
| 27 |  | <u>\$7,040,000</u>             |
| 28 | General Fund—State Appropriation (FY 2019). . . . .      | (( <del>\$7,910,000</del> ))   |
| 29 |  | <u>\$8,992,000</u>             |
| 30 | General Fund—Federal Appropriation. . . . .              | (( <del>\$118,521,000</del> )) |
| 31 |  | <u>\$117,160,000</u>           |
| 32 | Enhanced 911 Account—State Appropriation. . . . .        | (( <del>\$51,857,000</del> ))  |
| 33 |  | <u>\$53,466,000</u>            |
| 34 | Disaster Response Account—State Appropriation. . . . .   | (( <del>\$29,433,000</del> ))  |
| 35 |  | <u>\$42,007,000</u>            |
| 36 | Disaster Response Account—Federal Appropriation. . . . . | (( <del>\$81,560,000</del> ))  |
| 37 |  | <u>\$118,587,000</u>           |
| 38 | Military Department Rent and Lease Account—State         |                                |

|    |   |                                |
|----|---|--------------------------------|
| 1  | Appropriation. . . . .                                    | \$615,000                      |
| 2  | Worker and Community Right-to-Know Account—State          |                                |
| 3  | Appropriation. . . . .                                    | (( <del>\$2,339,000</del> ))   |
| 4  |   | <u>\$2,337,000</u>             |
| 5  | Oil Spill Prevention Account—State Appropriation. . . . . | (( <del>\$1,028,000</del> ))   |
| 6  |   | <u>\$1,027,000</u>             |
| 7  | <u>Pension Funding Stabilization Account—State</u>        |                                |
| 8  | Appropriation. . . . .                                    | \$1,243,000                    |
| 9  | <u>Military Department Active State Service</u>           |                                |
| 10 | Account—State Appropriation. . . . .                      | \$200,000                      |
| 11 | TOTAL APPROPRIATION. . . . .                              | (( <del>\$300,939,000</del> )) |
| 12 |   | <u>\$352,674,000</u>           |

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

15 (1) The military department shall submit a report to the office  
16 of financial management and the legislative fiscal committees on  
17 (~~October 1st and~~) February 1st, July 31st, and October 31st of each  
18 year detailing information on the disaster response account,  
19 including: (a) The amount and type of deposits into the account; (b)  
20 the current available fund balance as of the reporting date; and (c)  
21 the projected fund balance at the end of the 2017-2019 biennium based  
22 on current revenue and expenditure patterns.

23 (2) \$40,000,000 of the general fund—federal appropriation is  
24 provided solely for homeland security, subject to the following  
25 conditions: Any communications equipment purchased by local  
26 jurisdictions or state agencies shall be consistent with standards  
27 set by the Washington state interoperability executive committee.

28 (3) \$100,000 of the general fund—state appropriation for fiscal  
29 year 2018 and \$100,000 of the general fund—state appropriation for  
30 fiscal year 2019 are provided solely for the conditional scholarship  
31 program pursuant to chapter 28B.103 RCW.

32 (4) \$5,389,000 of the enhanced 911 account—state appropriation is  
33 provided solely for transitioning to an internet protocol based next  
34 generation 911 network and increased network costs during the  
35 transition and hardware required for the new system. The department's  
36 activities and procurement is a major information technology project  
37 subject to oversight and review by the office of the chief  
38 information officer.

1 (5) \$11,000,000 of the enhanced 911 account—state appropriation  
2 is provided solely for financial assistance to counties.

3 (6) \$2,000,000 of the enhanced 911 account—state appropriation is  
4 provided solely for one-time grants to (~~small and medium sized,~~  
5 ~~rural counties for replacement of~~) Skagit, Cowlitz, Island, and  
6 Whatcom counties for replacing and upgrading the equipment necessary  
7 to maintain 911 service after the state's transition to a next  
8 generation 911 system(~~, including reimbursement of replacement and~~  
9 upgrades that have already been made)). Grants may also be used to  
10 reimburse costs incurred in prior biennia for replacing and upgrading  
11 equipment for 911 services.

12 (7) \$784,000 of the disaster response account—state appropriation  
13 is provided solely for fire suppression training (~~and~~), equipment,  
14 and supporting costs to national guard soldiers and airmen.

15 (8) \$38,000 of the enhanced 911 account—state appropriation is  
16 provided solely for implementation of chapter 295, Laws of 2017 (SHB  
17 1258) (first responders/disability).

18 (9) \$372,000 of the disaster response account—state appropriation  
19 is provided solely for implementation of chapter 312, Laws of 2017  
20 (SSB 5046) (language of public notices).

21 (10) Appropriations provided to the department are sufficient to  
22 fund the administrative costs associated with implementation of  
23 chapter 173, Laws of 2017 (E2SHB 1802) (veterans/shared leave  
24 access).

25 (11) (~~(\$951,000)~~) \$190,000 of the disaster response account—state  
26 appropriation is provided solely to Okanogan and Ferry counties to  
27 continue to address deficiencies within their communications  
28 infrastructure for 911 dispatch. Funding will be used to replace  
29 failing radio dispatching hardware within 911 dispatch centers; build  
30 interoperable communications between each county's dispatch center  
31 such that each can serve as a back-up to the other; and build upon  
32 the existing wireless microwave network for 911 calls, dispatch  
33 centers, and first responder radio operations.

34 (12) \$1,582,000 of the general fund—state appropriation for  
35 fiscal year 2019 and \$2,618,000 of the enhanced 911 account—state  
36 appropriation are provided solely for the department to complete the  
37 internet protocol based next generation 911 network project while  
38 maintaining financial assistance to counties.

1       (13) \$200,000 of the military department active state service  
2 account—state appropriation is provided solely for emergency response  
3 training and planning of national guard members with funding provided  
4 from Engrossed Second Substitute Senate Bill No. 6269 (oil  
5 transportation safety). If the bill is not enacted by June 30, 2018,  
6 the amount provided in this subsection shall lapse.

7       (14) \$150,000 of the general fund—state appropriation for fiscal  
8 year 2019 is provided solely for the emergency management division of  
9 the military department to conduct an update to the October 2006  
10 report to the state emergency response commission regarding statewide  
11 response to chemical, biological, radiological, nuclear, and  
12 explosive materials.

13       **Sec. 143.** 2017 3rd sp.s. c 1 s 144 (uncodified) is amended to  
14 read as follows:

15 **FOR THE PUBLIC EMPLOYMENT RELATIONS COMMISSION**

|    |  |                              |
|----|--|------------------------------|
| 16 | General Fund—State Appropriation (FY 2018). . . . .    | (( <del>\$2,076,000</del> )) |
| 17 |  | <u>\$1,962,000</u>           |
| 18 | General Fund—State Appropriation (FY 2019). . . . .    | (( <del>\$2,251,000</del> )) |
| 19 |  | <u>\$2,139,000</u>           |
| 20 | Higher Education Personnel Services Account—State      |                              |
| 21 | Appropriation. . . . .                                 | (( <del>\$1,327,000</del> )) |
| 22 |  | <u>\$1,325,000</u>           |
| 23 | Personnel Service Account—State Appropriation. . . . . | (( <del>\$4,032,000</del> )) |
| 24 |  | <u>\$4,031,000</u>           |
| 25 | <u>Pension Funding Stabilization Account—State</u>     |                              |
| 26 | <u>Appropriation. . . . .</u>                          | <u>\$228,000</u>             |
| 27 | TOTAL APPROPRIATION. . . . .                           | (( <del>\$9,686,000</del> )) |
| 28 |  | <u>\$9,685,000</u>           |

29       The appropriation in this section is subject to the following  
30 conditions and limitations: \$5,000 of the general fund—state  
31 appropriation for fiscal year 2019 is provided solely for  
32 implementation of Second Substitute Senate Bill No. 6245 (spoken  
33 language interpreters). If the bill is not enacted by June 30, 2018,  
34 the amount provided in this subsection shall lapse.

35       **Sec. 144.** 2017 3rd sp.s. c 1 s 148 (uncodified) is amended to  
36 read as follows:

37 **FOR THE BOARD FOR VOLUNTEER FIREFIGHTERS**

1 Volunteer Firefighters' and Reserve Officers'  
2 Administrative Account—State Appropriation. . . . (~~(\$1,216,000)~~)  
3 \$1,217,000

4 The appropriation in this section is subject to the following  
5 conditions and limitations: \$256,000 of the volunteer firefighters'  
6 and reserve officers' relief and pension administrative account—state  
7 appropriation is provided solely to the pension and benefit tracking  
8 system project and are subject to the conditions, limitations, and  
9 review provided in section 724 of this act.

10 **Sec. 145.** 2017 3rd sp.s. c 1 s 145 (uncodified) is amended to  
11 read as follows:

12 **FOR THE BOARD OF ACCOUNTANCY**

13 Certified Public Accountants' Account—State  
14 Appropriation. . . . . (~~(\$2,907,000)~~)  
15 \$3,244,000

16 **Sec. 146.** 2017 3rd sp.s. c 1 s 147 (uncodified) is amended to  
17 read as follows:

18 **FOR THE DEPARTMENT OF ENTERPRISE SERVICES**

19 General Fund—State Appropriation (FY 2018). . . . . (~~(\$4,368,000)~~)  
20 \$4,365,000  
21 General Fund—State Appropriation (FY 2019). . . . . (~~(\$4,405,000)~~)  
22 \$4,528,000  
23 General Fund—Private/Local Appropriation. . . . . \$102,000  
24 Building Code Council Account—State Appropriation. . . (~~(\$1,056,000)~~)  
25 \$1,479,000  
26 TOTAL APPROPRIATION. . . . . (~~(\$9,931,000)~~)  
27 \$10,474,000

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

30 (1) (~~(\$4,031,000)~~) \$4,028,000 of the general fund—state  
31 appropriation for fiscal year 2018 and (~~(\$4,082,000)~~) \$4,048,000 of  
32 the general fund—state appropriation for fiscal year 2019 are  
33 provided solely for the payment of facilities and services charges,  
34 utilities and contracts charges, public and historic facilities  
35 charges, and capital projects surcharges allocable to the senate,  
36 house of representatives, statute law committee, legislative support  
37 services, joint legislative systems committee, and office of support

1 services. The department shall allocate charges attributable to these  
2 agencies among the affected revolving funds. The department shall  
3 maintain an interagency agreement with these agencies to establish  
4 performance standards, prioritization of preservation and capital  
5 improvement projects, and quality assurance provisions for the  
6 delivery of services under this subsection. The legislative agencies  
7 named in this subsection shall continue to enjoy all of the same  
8 rights of occupancy and space use on the capitol campus as  
9 historically established.

10 (2) In accordance with RCW 46.08.172 and 43.135.055, the  
11 department is authorized to increase parking fees in fiscal years  
12 2018 and 2019 as necessary to meet the actual costs of conducting  
13 business.

14 (3) Before any agency may purchase a passenger motor vehicle as  
15 defined in RCW 43.19.560, the agency must have written approval from  
16 the director of the department of enterprise services. Agencies that  
17 are exempted from the requirement are the Washington state patrol,  
18 Washington state department of transportation, and the department of  
19 natural resources.

20 (4) From the fee charged to master contract vendors, the  
21 department shall transfer to the office of minority and women's  
22 business enterprises in equal monthly installments \$1,500,000 in  
23 fiscal year 2018 and \$1,300,000 in fiscal year 2019.

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

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

34 (i) Employees are similarly employed if the individuals work for  
35 the same employer, the performance of the job requires comparable  
36 skill, effort, and responsibility, and the jobs are performed under  
37 similar working conditions. Job titles alone are not determinative of  
38 whether employees are similarly employed;

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

1 (A) A seniority system; a merit system; a system that measures  
2 earnings by quantity or quality of production; a bona fide job-  
3 related factor or factors; or a bona fide regional difference in  
4 compensation levels.

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

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

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

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

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

20 (7) \$14,000 of the general fund—state appropriation for fiscal  
21 year 2019 is provided solely for implementation of Engrossed  
22 Substitute Senate Bill No. 6081 (net metering) or Substitute House  
23 Bill No. 2995 (energy). If neither bill is enacted by June 30, 2018,  
24 the amount provided in this subsection shall lapse.

25 (8) \$13,000 of the general fund—state appropriation for fiscal  
26 year 2019 is provided solely for implementation of Engrossed Senate  
27 Bill No. 5450 (mass timber for building). If the bill is not enacted  
28 by June 30, 2018, the amount provided in this subsection shall lapse.

29 (9) \$130,000 of the general fund—state appropriation for fiscal  
30 year 2019 is provided solely for activities to resolve issues related  
31 to the ferry county memorial public hospital district energy savings  
32 performance contract. The department of enterprise services must  
33 redouble its activities to enforce performance from the energy  
34 savings performance contractor, identify the work necessary to  
35 address the deficiencies of the heating, ventilation, and air  
36 conditioning system (HVAC), and any other actions to make the  
37 hospital district whole under the contract. The department must  
38 provide monthly status reports to the director of the office of  
39 financial management and the legislature on steps, timelines, and



1 activities to repair the HVAC system and secure contractor  
 2 performance. In the May 2018 report, the department must identify  
 3 steps that may be taken to improve its master contract to remove  
 4 contractors for performance failures from its master contract or to  
 5 add other contract remedies to prevent similar events. No moneys may  
 6 be expended from the appropriations in this section for department of  
 7 enterprise services costs, except for costs related to actual  
 8 litigation with the energy savings performance contractor or its  
 9 insurer. Moneys may be used for litigation or actual repair and  
 10 replacement costs incurred by the hospital associated with the  
 11 fulfillment of the contract.

12 (10) During the 2017-2019 fiscal biennium, the department shall  
 13 allow individuals to access the top of the capitol dome under  
 14 approved supervision and guidelines developed by the department.

15 (11) \$349,000 of the building code council account—state  
 16 appropriation is provided solely for the state building code council.  
 17 If Engrossed Second Substitute House Bill No. 1622 (state building  
 18 code council) is not enacted by June 30, 2018, the amount provided in  
 19 this subsection shall lapse.

20 **Sec. 147.** 2017 3rd sp.s. c 1 s 149 (uncodified) is amended to  
 21 read as follows:

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

|    |   |                              |
|----|---|------------------------------|
| 23 | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$1,607,000</del> )) |
| 24 |   | <u>\$1,571,000</u>           |
| 25 | General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$1,633,000</del> )) |
| 26 |   | <u>\$1,646,000</u>           |
| 27 | General Fund—Federal Appropriation. . . . .         | (( <del>\$2,228,000</del> )) |
| 28 |   | <u>\$2,226,000</u>           |
| 29 | General Fund—Private/Local Appropriation. . . . .   | \$264,000                    |
| 30 | <u>Pension Funding Stabilization Account—State</u>  |                              |
| 31 | <u>Appropriation. . . . .</u>                       | <u>\$136,000</u>             |
| 32 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$5,732,000</del> )) |
| 33 |   | <u>\$5,843,000</u>           |

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

36 (1) \$103,000 of the general fund—state appropriation for fiscal  
 37 year 2018 and \$103,000 of the general fund—state appropriation for  
 38 fiscal year 2019 are provided solely for archaeological

1 determinations and excavations of inadvertently discovered skeletal  
2 human remains, and removal and reinterment of such remains when  
3 necessary.

4 (2) \$80,000 of the general fund—state appropriation for fiscal  
5 year 2019 is provided solely for the department of archaeology and  
6 historic preservation to collaborate with the department of commerce  
7 to facilitate a capital needs assessment study of public libraries in  
8 distressed counties as defined by RCW 43.168.020(3). The study must  
9 assess library facility backlogs and the local funding capacity for  
10 both nonhistoric libraries and libraries on local, state, or national  
11 historic registries.

12 **Sec. 148.** 2017 3rd sp.s. c 1 s 150 (uncodified) is amended to  
13 read as follows:

14 **FOR THE CONSOLIDATED TECHNOLOGY SERVICES AGENCY**

|    |   |                               |
|----|---|-------------------------------|
| 15 | General Fund—State Appropriation (FY 2018)          | \$187,000                     |
| 16 | General Fund—State Appropriation (FY 2019)          | \$188,000                     |
| 17 | Consolidated Technology Services Revolving          |                               |
| 18 | Account—State Appropriation                         | (( <del>\$19,136,000</del> )) |
| 19 |   | <u>\$18,578,000</u>           |
| 20 | <u>Broadband Access Account—State Appropriation</u> | <u>\$500,000</u>              |
| 21 | TOTAL APPROPRIATION                                 | (( <del>\$19,511,000</del> )) |
| 22 |   | <u>\$19,453,000</u>           |

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

25 (1) \$7,263,000 of the consolidated technology services revolving  
26 account—state appropriation is for the office of the chief  
27 information officer.

28 (2) ((~~\$9,443,000~~)) \$10,668,000 of the consolidated technology  
29 services revolving account—state appropriation is for the office of  
30 cyber security.

31 (3) The consolidated technology services agency shall work with  
32 customer agencies using the Washington state electronic records vault  
33 (WASERV) to identify opportunities to:

34 (a) Reduce storage volumes and costs associated with vault  
35 records stored beyond the agencies' record retention schedules; and

36 (b) Assess a customized service charge as defined in chapter 304,  
37 Laws of 2017 for costs of using WASERV to prepare data compilations  
38 in response to public records requests.

1 (4) The consolidated technology services agency shall provide  
2 desktop support services without charging a per device fee to the  
3 following agencies: The governor's office of Indian affairs, the  
4 commission on Asian Pacific American affairs, the citizen's  
5 commission on salaries for elected officials, the commission on  
6 Hispanic affairs, and the commission on African-American affairs. The  
7 consolidated technology services agency must not withhold or reduce  
8 desktop support services provided to small agencies that had been  
9 receiving desktop support services and had not previously received  
10 appropriations provided specifically for the purpose of reimbursing  
11 the consolidated technology services agency for those services.

12 (5) In conjunction with the office of the chief information  
13 officer's prioritization of proposed information technology  
14 expenditures, agency budget requests for proposed information  
15 technology expenditures shall include the following: The agency's  
16 priority ranking of each information technology request; the  
17 estimated cost for the current biennium; the estimated total cost of  
18 the request over all biennia; and the expected timeline to complete  
19 the request. The office of the chief information officer and the  
20 office of financial management may request agencies to include  
21 additional information on proposed information technology expenditure  
22 requests.

23 (6) The consolidated technology services agency must not increase  
24 fees charged for existing services without prior approval by the  
25 office of financial management. The agency may develop fees to  
26 recover the actual cost of new infrastructure to support increased  
27 use of cloud technologies.

28 (7) \$500,000 of the consolidated technology services revolving  
29 account—state appropriation is provided solely for the agency, in  
30 collaboration with the office of financial management, to conduct a  
31 zero-based budget review of the agency's services. Information and  
32 analysis submitted by the department for the zero-based review under  
33 this subsection shall include:

34 (a) A statement of the statutory basis or other basis for the  
35 creation of each program or service and the history of each program  
36 or service that is being reviewed;

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

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

3 (d) A description with supporting cost and staffing data of each  
4 program or service and the populations served by each program or  
5 service, and the level of funding and staff required to accomplish  
6 the goals of the program or service if different than the actual  
7 maintenance level;

8 (e) An analysis of the major costs and benefits of operating each  
9 program or service and the rationale for specific expenditure and  
10 staffing levels;

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

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

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

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

18 ~~((+9))~~ (8) Within existing resources, the agency must provide  
19 oversight of state procurement and contracting for information  
20 technology goods and services by the department of enterprise  
21 services.

22 (9) Within existing resources, the agency must host, administer,  
23 and support the state employee directory in an online format to  
24 provide public employee contact information.

25 (10) \$500,000 of the broadband access account—state appropriation  
26 is provided solely for the department to create the governor's office  
27 on broadband access as provided in Engrossed Second Substitute Senate  
28 Bill No. 5935 (broadband and telecommunication service). Of the  
29 amount provided, the department must fund at least one staff person  
30 to focus on rural unserved and underserved communities, including  
31 tribes. If the bill is not enacted by June 30, 2018, the amount  
32 provided in this subsection shall lapse.

(End of part)

**PART II**  
**HUMAN SERVICES**

**Sec. 201.** 2017 3rd sp.s. c 1 s 201 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES**

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

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

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

1 federal government, historical utilization, economic data, and  
2 clinical input constitute reliable data upon which to determine the  
3 payment rates.

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

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

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

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

35 (7) In accordance with RCW 71.24.380, the health care authority  
36 and the department are authorized to purchase medical and behavioral  
37 health services through integrated contracts upon request of all of  
38 the county authorities in a regional service area to become an early  
39 adopter of fully integrated purchasing of medical and behavioral  
40 health services. The department may combine and transfer such amounts

1 appropriated under sections 204, 208, and 213 of this act as may be  
2 necessary to fund early adopter contracts. The amount of medicaid  
3 funding transferred from each program may not exceed the average per  
4 capita cost assumed in this act for individuals covered by that  
5 program, actuarially adjusted for the health condition of persons  
6 enrolled, times the number of clients enrolled. The amount of non-  
7 medicaid funding transferred from sections 204 and 208 may not exceed  
8 the amount that would have been contracted with a behavioral health  
9 organization if the county authorities had not requested to become an  
10 early adopter of fully integrated purchasing. These limits do not  
11 apply to the amounts provided in section 204(1)(s) of this act. If  
12 any funding that this act provides solely for a specific purpose is  
13 transferred under this subsection, that funding must be used  
14 consistently with the provisions and conditions for which it was  
15 provided.

16 (8) In accordance with RCW 71.24.380, the department is  
17 authorized to purchase mental health and substance use disorder  
18 services through integrated contracts with behavioral health  
19 organizations. The department may combine and transfer such amounts  
20 appropriated under sections 204 and 208 of this act as may be  
21 necessary to finance these behavioral health organization contracts.  
22 If any funding that this act provides solely for a specific purpose  
23 is transferred under this subsection, that funding must be used  
24 consistently with the provisions and conditions for which it was  
25 provided.

26 (9)(a) The appropriations to the department of social and health  
27 services in this act must be expended for the programs and in the  
28 amounts specified in this act. However, after May 1, 2018, unless  
29 prohibited by this act, the department may transfer general fund—  
30 state appropriations for fiscal year 2018 among programs and  
31 subprograms after approval by the director of the office of financial  
32 management. However, the department may not transfer state  
33 appropriations that are provided solely for a specified purpose  
34 except as expressly provided in (b) through (d) of this subsection.

35 (b) To the extent that transfers under (a) of this subsection are  
36 insufficient to fund actual expenditures in excess of fiscal year  
37 2018 caseload forecasts and utilization assumptions in the long-term  
38 care, developmental disabilities, foster care, adoption support, and  
39 public assistance programs, the department may transfer state  
40 appropriations that are provided solely for a specified purpose.

1 (c) Within the mental health program, the department may transfer  
2 appropriations that are provided solely for a specified purpose  
3 within and between subprograms as needed to fund actual expenditures  
4 through the end of fiscal year 2018.

5 (d) Within the developmental disabilities program, the department  
6 may transfer appropriations that are provided solely for a specified  
7 purpose within and between subprograms as needed to fund actual  
8 expenditures through the end of fiscal year 2018.

9 (e) The department may not transfer appropriations, and the  
10 director of the office of financial management may not approve the  
11 transfer, unless the transfer is consistent with the objective of  
12 conserving, to the maximum extent possible, the expenditure of state  
13 funds. The director of the office of financial management shall  
14 notify the appropriate fiscal committees of the senate and house of  
15 representatives in writing seven days prior to approving any  
16 allotment modifications or transfers under this subsection. The  
17 written notification shall include a narrative explanation and  
18 justification of the changes, along with expenditures and allotments  
19 by budget unit and appropriation, both before and after any allotment  
20 modifications or transfers.

21 **Sec. 202.** 2017 3rd sp.s. c 1 s 202 (uncodified) is amended to  
22 read as follows:

23 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—CHILDREN AND FAMILY**  
24 **SERVICES PROGRAM**

|    |   |                                |
|----|---|--------------------------------|
| 25 | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$348,992,000</del> )) |
| 26 |   | <u>\$345,901,000</u>           |
| 27 | General Fund—Federal Appropriation. . . . .         | (( <del>\$265,365,000</del> )) |
| 28 |   | <u>\$279,131,000</u>           |
| 29 | General Fund—Private/Local Appropriation. . . . .   | \$1,477,000                    |
| 30 | Domestic Violence Prevention Account—State          |                                |
| 31 | Appropriation. . . . .                              | \$1,002,000                    |
| 32 | <u>Pension Funding Stabilization Account—</u>       |                                |
| 33 | <u>State Appropriation. . . . .</u>                 | <u>\$9,132,000</u>             |
| 34 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$616,836,000</del> )) |
| 35 |   | <u>\$636,643,000</u>           |

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



1 (1) \$748,000 of the general fund—state appropriation for fiscal  
2 year 2018 is provided solely to contract for the operation of one  
3 pediatric interim care center. The center shall provide residential  
4 care for up to thirteen children through two years of age. Seventy-  
5 five percent of the children served by the center must be in need of  
6 special care as a result of substance abuse by their mothers. The  
7 center shall also provide on-site training to biological, adoptive,  
8 or foster parents. The center shall provide at least three months of  
9 consultation and support to the parents accepting placement of  
10 children from the center. The center may recruit new and current  
11 foster and adoptive parents for infants served by the center. The  
12 department shall not require case management as a condition of the  
13 contract.

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

21 (3) \$579,000 of the general fund—state appropriation for fiscal  
22 year 2018 and \$55,000 of the general fund—federal appropriation are  
23 provided solely for a receiving care center east of the Cascade  
24 mountains.

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

28 (5) \$1,351,000 of the general fund—state appropriation for fiscal  
29 year 2018 is provided solely for implementation of performance-based  
30 contracts for family support and related services pursuant to RCW  
31 74.13B.020.

32 (6) \$9,474,000 of the general fund—state appropriation for fiscal  
33 year 2018 and \$6,022,000 of the general fund—federal appropriation  
34 are provided solely for family assessment response.

35 (7) \$94,000 of the general fund—state appropriation for fiscal  
36 year 2018 is provided solely for a contract with a child advocacy  
37 center in Spokane to provide continuum of care services for children  
38 who have experienced abuse or neglect and their families.

1 (8) \$1,874,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$560,000 of the general fund—federal appropriation are  
3 provided solely for the children's administration to reduce the  
4 caseload ratios of social workers serving children in foster care to  
5 promote decreased lengths of stay and to make progress towards  
6 achievement of the Braam settlement caseload outcome.

7 (9)(a) \$539,000 of the general fund—state appropriation for  
8 fiscal year 2018, \$328,000 of the general fund private/local  
9 appropriation, and \$126,000 of the general fund—federal appropriation  
10 are provided solely for a contract with an educational advocacy  
11 provider with expertise in foster care educational outreach. The  
12 amounts in this subsection are provided solely for contracted  
13 education coordinators to assist foster children in succeeding in  
14 K-12 and higher education systems and to assure a focus on education  
15 during the department's transition to performance-based contracts.  
16 Funding must be prioritized to regions with high numbers of foster  
17 care youth, or regions where backlogs of youth that have formerly  
18 requested educational outreach services exist. The children's  
19 administration is encouraged to use private matching funds to  
20 maintain educational advocacy services.

21 (b) The children's administration shall contract with the office  
22 of the superintendent of public instruction, which in turn shall  
23 contract with a nongovernmental entity or entities to provide  
24 educational advocacy services pursuant to RCW 28A.300.590.

25 (10) The children's administration shall continue to implement  
26 policies to reduce the percentage of parents requiring supervised  
27 visitation, including clarification of the threshold for transition  
28 from supervised to unsupervised visitation prior to reunification.

29 (11) \$111,000 of the general fund—state appropriation for fiscal  
30 year 2018 and \$26,000 of the general fund—federal appropriation are  
31 provided solely for a base rate increase for licensed family child  
32 care providers. In addition, \$45,000 of the general fund—state  
33 appropriation for fiscal year 2018 and \$11,000 of the general fund—  
34 federal appropriation are provided solely for increasing paid  
35 professional days from three days to five days for licensed family  
36 child care providers. Amounts in this subsection are provided solely  
37 for the 2017-2019 collective bargaining agreement covering family  
38 child care providers as set forth in section 940 of this act. Amounts  
39 provided in this section are contingent upon the enactment of Senate

1 Bill No. 5969 (transparency in public employee collective  
2 bargaining). If the bill is not enacted by July 31, 2017, the  
3 appropriation in this subsection shall lapse.

4 (12) \$159,000 of the general fund—state appropriation for fiscal  
5 year 2018 and \$65,000 of the general fund—federal appropriation are  
6 provided solely to implement chapter 265, Laws of 2017 (SHB 1867)  
7 (extended foster care).

8 (13) \$100,000 of the general fund—state appropriation for fiscal  
9 year 2018 is provided solely for a contract with a national nonprofit  
10 organization to, in partnership with private matching funds,  
11 subcontract with a community organization for specialized, enhanced  
12 adoption placement services for legally free children in state  
13 custody. The contract must supplement, but not supplant, the work of  
14 the children's administration to secure permanent adoptive homes for  
15 children.

16 (14) \$375,000 of the general fund—state appropriation for fiscal  
17 year 2018 and \$56,000 of the general fund—federal appropriation are  
18 provided solely for the children's administration to develop,  
19 implement, and expand strategies to improve the capacity,  
20 reliability, and effectiveness of contracted visitation services for  
21 children in temporary out-of-home care and their parents and  
22 siblings. Strategies may include, but are not limited to, increasing  
23 mileage reimbursement for providers, offering transportation-only  
24 contract options, and mechanisms to reduce the level of parent-child  
25 supervision when doing so is in the best interest of the child. The  
26 children's administration must submit an analysis of the strategies  
27 and associated outcomes no later than October 1, 2018.

28 (15) \$63,000 of the general fund—state appropriation for fiscal  
29 year 2018 and \$19,000 of the general fund—federal appropriation are  
30 provided solely for implementation of Engrossed Second Substitute  
31 House Bill No. 1661 (child, youth, families/department). If the bill  
32 is not enacted by July 31, 2017, the amounts provided in this  
33 subsection shall lapse.

34 (16) The children's administration is encouraged to control  
35 exceptional reimbursement decisions so that the child's needs are met  
36 without excessive costs.

37 (17) \$839,000 of the general fund—state appropriation for fiscal  
38 year 2018 and \$160,000 of the general fund—federal appropriation are

1 provided solely for a six percent base rate increase for child care  
2 center providers, effective September 1, 2017.

3 (18) \$1,230,000 of the general fund—state appropriation for  
4 fiscal year 2018 and \$78,000 of the general fund—federal  
5 appropriation are provided solely to increase the travel  
6 reimbursement for in-home service providers.

7 (19) \$160,000 of the general fund—state appropriation for fiscal  
8 year 2018 and \$3,000 of the general fund—federal appropriation are  
9 provided solely to implement chapter 207, Laws of 2017 (E2SHB 1819)  
10 (paperwork requirements).

11 (20) \$25,000 of the general fund—state appropriation for fiscal  
12 year 2018 is provided solely for an entity in Yakima county to  
13 provide advocacy and support services to children in foster care.

14 (21) \$203,000 of the general fund—state appropriation for fiscal  
15 year 2018 is provided solely for the department to conduct biennial  
16 inspections and certifications of facilities, both overnight and day  
17 shelters, that serve those who are under 18 years of age and are  
18 homeless.

19 (22) \$863,000 of the general fund—state appropriation for fiscal  
20 year 2018 and \$573,000 of the general fund—federal appropriation are  
21 provided solely to implement Engrossed Substitute Senate Bill No.  
22 5890 (foster care and adoption). Within the amounts provided in this  
23 subsection, \$366,000 of the general fund—state appropriation for  
24 fiscal year 2018 and \$174,000 of the general fund—federal  
25 appropriation are provided solely for short-term care for licensed  
26 foster families. If the bill is not enacted by July 31, 2017, the  
27 amounts provided in this subsection shall lapse.

28 (23) \$658,000 of the general fund—state appropriation for fiscal  
29 year 2018 is provided solely for the department to operate emergent  
30 placement contracts. The department shall not include the costs to  
31 operate emergent placement contracts in the calculations for family  
32 foster home maintenance payments.

33 (24) The appropriations in this section include sufficient  
34 funding for the implementation of Second Substitute Senate Bill No.  
35 6453 (kinship caregiver legal support).

36 **Sec. 203.** 2017 3rd sp.s. c 1 s 203 (uncodified) is amended to  
37 read as follows:

1 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—JUVENILE**  
2 **REHABILITATION PROGRAM**

|    |   |                                |
|----|---|--------------------------------|
| 3  | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$95,885,000</del> ))  |
| 4  |   | <u>\$91,247,000</u>            |
| 5  | General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$97,123,000</del> ))  |
| 6  |   | <u>\$93,660,000</u>            |
| 7  | General Fund—Federal Appropriation. . . . .         | \$3,464,000                    |
| 8  | General Fund—Private/Local Appropriation. . . . .   | \$1,985,000                    |
| 9  | Washington Auto Theft Prevention Authority Account— |                                |
| 10 | State Appropriation. . . . .                        | \$196,000                      |
| 11 | <u>Pension Funding Stabilization Account—State</u>  |                                |
| 12 | <u>Appropriation. . . . .</u>                       | <u>\$8,721,000</u>             |
| 13 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$198,653,000</del> )) |
| 14 |   | <u>\$199,273,000</u>           |

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

17 (1) \$331,000 of the general fund—state appropriation for fiscal  
18 year 2018 and \$331,000 of the general fund—state appropriation for  
19 fiscal year 2019 are provided solely for deposit in the county  
20 criminal justice assistance account for costs to the criminal justice  
21 system associated with the implementation of chapter 338, Laws of  
22 1997 (juvenile code revisions). The amounts provided in this  
23 subsection are intended to provide funding for county adult court  
24 costs associated with the implementation of chapter 338, Laws of 1997  
25 and shall be distributed in accordance with RCW 82.14.310.

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

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

13 (4)(a) \$6,198,000 of the general fund—state appropriation for  
14 fiscal year 2018 and \$6,198,000 of the general fund—state  
15 appropriation for fiscal year 2019 are provided solely to implement  
16 evidence- and research-based programs through community juvenile  
17 accountability grants, administration of the grants, and evaluations  
18 of programs funded by the grants. In addition to funding provided in  
19 this subsection, funding to implement alcohol and substance abuse  
20 treatment programs for locally committed offenders is provided  
21 through an interagency agreement with the health care authority.

22 (b) The juvenile rehabilitation administration shall administer a  
23 block grant to county juvenile courts for the purpose of serving  
24 youth as defined in RCW 13.40.510(4)(a) in the county juvenile  
25 justice system. Funds dedicated to the block grant include:  
26 Consolidated juvenile service (CJS) funds, community juvenile  
27 accountability act (CJAA) grants, chemical dependency/mental health  
28 disposition alternative (CDDA), and suspended disposition alternative  
29 (SDA). The juvenile rehabilitation administration shall follow the  
30 following formula and must prioritize evidence-based programs and  
31 disposition alternatives and take into account juvenile courts  
32 program-eligible youth in conjunction with the number of youth served  
33 in each approved evidence-based program or disposition alternative:  
34 (i) Thirty-seven and one-half percent for the at-risk population of  
35 youth ten to seventeen years old; (ii) fifteen percent for the  
36 assessment of low, moderate, and high-risk youth; (iii) twenty-five  
37 percent for evidence-based program participation; (iv) seventeen and  
38 one-half percent for minority populations; (v) three percent for the  
39 chemical dependency and mental health disposition alternative; and

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

11 (c) If Second Substitute House Bill No. 1280 (referred and  
12 diverted youth) is enacted, then the administration must implement a  
13 stop-loss policy when allocating funding under (b) of this subsection  
14 in the 2017-2019 fiscal biennium. Under the stop-loss policy, funding  
15 formula changes may not result in a funding loss for any juvenile  
16 court of more than two percent from one year to the next. The  
17 committee in (d) of this subsection must establish a minimum base  
18 level of funding for juvenile courts with lower numbers of at-risk  
19 youth age 10 - 17. The administration must report to the legislature  
20 by December 1, 2018, about how funding is used for referred youth and  
21 the impact of that use on overall use of funding. If the bill is not  
22 enacted by July 31, 2017, this subsection is null and void.

23 (d) The juvenile rehabilitation administration and the juvenile  
24 courts shall establish a block grant funding formula oversight  
25 committee with equal representation from the juvenile rehabilitation  
26 administration and the juvenile courts. The purpose of this committee  
27 is to assess the ongoing implementation of the block grant funding  
28 formula, utilizing data-driven decision making and the most current  
29 available information. The committee will be co-chaired by the  
30 juvenile rehabilitation administration and the juvenile courts, who  
31 will also have the ability to change members of the committee as  
32 needed to achieve its purpose. The committee may make changes to the  
33 formula categories in (b) of this subsection if it determines the  
34 changes will increase statewide service delivery or effectiveness of  
35 evidence-based program or disposition alternative resulting in  
36 increased cost/benefit savings to the state, including long-term  
37 cost/benefit savings. The committee must also consider these outcomes  
38 in determining when evidence-based expansion or special sex offender  
39 disposition alternative funds should be included in the block grant  
40 or left separate.

1 (e) The juvenile courts and administrative office of the courts  
2 must collect and distribute information and provide access to the  
3 data systems to the juvenile rehabilitation administration and the  
4 Washington state institute for public policy related to program and  
5 outcome data. The juvenile rehabilitation administration and the  
6 juvenile courts must work collaboratively to develop program outcomes  
7 that reinforce the greatest cost/benefit to the state in the  
8 implementation of evidence-based practices and disposition  
9 alternatives.

10 (5) \$98,000 of the general fund—state appropriation for fiscal  
11 year 2018 and \$98,000 of the general fund—state appropriation for  
12 fiscal year 2019 are provided solely to the juvenile block grant  
13 funding formula oversight committee described in subsection (4)(d) of  
14 this section to contract with research entities to: (a) Assist  
15 juvenile justice programs identified as promising practices or  
16 research-based in undergoing the research necessary to demonstrate  
17 that the program is evidence-based; and (b) establish an annual,  
18 county-level evaluation of existing evidence-based juvenile justice  
19 programs.

20 (6) \$557,000 of the general fund—state appropriation for fiscal  
21 year 2018 and \$557,000 of the general fund—state appropriation for  
22 fiscal year 2019 are provided solely for funding of the teamchild  
23 project.

24 (7) \$283,000 of the general fund—state appropriation for fiscal  
25 year 2018 and \$283,000 of the general fund—state appropriation for  
26 fiscal year 2019 are provided solely for the juvenile detention  
27 alternatives initiative.

28 (8) \$500,000 of the general fund—state appropriation for fiscal  
29 year 2018 and \$500,000 of the general fund—state appropriation for  
30 fiscal year 2019 are provided solely for a grant program focused on  
31 criminal street gang prevention and intervention. The juvenile  
32 rehabilitation administration may award grants under this subsection.  
33 The juvenile rehabilitation administration shall give priority to  
34 applicants who have demonstrated the greatest problems with criminal  
35 street gangs. Applicants composed of, at a minimum, one or more local  
36 governmental entities and one or more nonprofit, nongovernmental  
37 organizations that have a documented history of creating and  
38 administering effective criminal street gang prevention and  
39 intervention programs may apply for funding under this subsection.



1 Each entity receiving funds must report to the juvenile  
2 rehabilitation administration on the number and types of youth  
3 served, the services provided, and the impact of those services on  
4 the youth and the community.

5 (9) The juvenile rehabilitation institutions may use funding  
6 appropriated in this subsection to purchase goods and supplies  
7 through hospital group purchasing organizations when it is cost-  
8 effective to do so.

9 (10) \$75,000 of the general fund—state appropriation for fiscal  
10 year 2018 is provided solely for the department to coordinate the  
11 examination of data associated with juvenile gang and firearm  
12 offenses. The review of data must include information from the  
13 administrative office of the courts, the office of the superintendent  
14 of public instruction, the office of financial management—education  
15 research data center, the Washington association of sheriffs and  
16 police chiefs, the caseload forecast council, and the department of  
17 corrections. For the purpose of carrying out the data review, named  
18 organizations are authorized to share data to include details of  
19 criminal arrest and conviction data. The department shall report to  
20 the governor and the appropriate legislative committees by February  
21 1, 2018, with any recommendations for public policy that increases  
22 public safety.

23 (11) \$107,000 of the general fund—state appropriation for fiscal  
24 year 2018 and \$432,000 of the general fund—state appropriation for  
25 fiscal year 2019 are provided solely for the department to provide  
26 housing services to clients releasing from incarceration into the  
27 community.

28 (12) \$75,000 of the general fund—state appropriation for fiscal  
29 year 2019 is provided solely for the implementation of Engrossed  
30 Second Substitute Senate Bill No. 6160 (exclusive adult  
31 jurisdiction). If the bill is not enacted by June 30, 2018, the  
32 amount provided in this subsection shall lapse.

33 **Sec. 204.** 2017 3rd sp.s. c 1 s 204 (uncodified) is amended to  
34 read as follows:

35 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—MENTAL HEALTH**  
36 **PROGRAM**

37 (1) COMMUNITY SERVICES/BEHAVIORAL HEALTH ORGANIZATIONS  
38 General Fund—State Appropriation (FY 2018). . . . . (~~(\$391,457,000)~~)

|    |  |                                  |
|----|--|----------------------------------|
| 1  |  | <u>\$381,760,000</u>             |
| 2  | <del>((General Fund—State Appropriation (FY 2019). . . . .</del> | <del>\$409,108,000))</del>       |
| 3  | General Fund—Federal Appropriation. . . . .                      | (( <del>\$1,021,705,000</del> )) |
| 4  |  | <u>\$481,439,000</u>             |
| 5  | General Fund—Private/Local Appropriation. . . . .                | (( <del>\$17,864,000</del> ))    |
| 6  |  | <u>\$8,932,000</u>               |
| 7  | Dedicated Marijuana Account—State Appropriation                  |                                  |
| 8  | (FY 2018). . . . .   | \$3,684,000                      |
| 9  | <del>((Dedicated Marijuana Account—State Appropriation</del>     |                                  |
| 10 | <del>(FY 2019). . . . .</del>                                    | <del>\$3,684,000))</del>         |
| 11 | <u>Pension Funding Stabilization Account—State</u>               |                                  |
| 12 | <u>Appropriation. . . . .</u>                                    | <u>\$39,000</u>                  |
| 13 | TOTAL APPROPRIATION. . . . .                                     | (( <del>\$1,847,502,000</del> )) |
| 14 |  | <u>\$875,854,000</u>             |

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

17 (a) For the purposes of this subsection, amounts provided for  
18 behavioral health organizations shall also be available for the  
19 health care authority to contract with entities that assume the  
20 responsibilities of behavioral health organizations in regions in  
21 which the health care authority is purchasing medical and behavioral  
22 health services through fully integrated contracts pursuant to RCW  
23 71.24.380.

24 (b) \$6,590,000 of the general fund—state appropriation for fiscal  
25 year 2018(~~(, \$6,590,000 of the general fund—state appropriation for~~  
26 ~~fiscal year 2019,)) and ((~~\$7,620,000~~)) \$3,810,000 of the general fund  
27 —federal appropriation are provided solely for the department and  
28 behavioral health organizations to continue to contract for  
29 implementation of high-intensity programs for assertive community  
30 treatment (PACT) teams. In determining the proportion of medicaid and  
31 nonmedicaid funding provided to behavioral health organizations with  
32 PACT teams, the department shall consider the differences between  
33 behavioral health organizations in the percentages of services and  
34 other costs associated with the teams that are not reimbursable under  
35 medicaid. The department may allow behavioral health organizations  
36 which have nonmedicaid reimbursable costs that are higher than the  
37 nonmedicaid allocation they receive under this section to supplement  
38 these funds with local dollars or funds received under ~~((g))~~ (f) of  
39 this subsection. The department and behavioral health organizations~~

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

3 (c) From the general fund—state appropriations in this  
4 subsection, the department shall assure that behavioral health  
5 organizations reimburse the department of social and health services  
6 aging and long term support administration for the general fund—state  
7 cost of medicaid personal care services that enrolled behavioral  
8 health organization consumers use because of their psychiatric  
9 disability.

10 (d) (~~(\$3,520,000)~~) \$1,760,000 of the general fund—federal  
11 appropriation is provided solely for the department to maintain a  
12 pilot project to put peer bridging staff into each behavioral health  
13 organization as part of the state psychiatric liaison teams to  
14 promote continuity of service as individuals return to their  
15 communities. The department must collect data and submit a report to  
16 the office of financial management and the appropriate committees of  
17 the legislature on the impact of peer staff on state hospital  
18 discharges and community placements by December 1, 2017.

19 ~~(e) (~~(\$6,858,000 of the general fund state appropriation for~~~~  
20 ~~fiscal year 2019 and \$4,023,000 of the general fund federal~~  
21 ~~appropriation are provided solely for new crisis triage or~~  
22 ~~stabilization centers. The department must seek proposals from~~  
23 ~~behavioral health organizations for the use of these funds based on~~  
24 ~~regional priorities. Services in these facilities may include crisis~~  
25 ~~stabilization and intervention, individual counseling, peer support,~~  
26 ~~medication management, education, and referral assistance. The~~  
27 ~~department shall monitor each center's effectiveness at lowering the~~  
28 ~~rate of state psychiatric hospital admissions.~~

29 ~~(f) ~~(\$15,862,000)~~~~) \$11,405,000 of the general fund—state  
30 appropriation for fiscal year 2018 is provided solely to assist  
31 behavioral health organizations with the costs of providing services  
32 to medicaid clients receiving services in psychiatric facilities  
33 classified as institutions of mental diseases. The department must  
34 distribute these amounts proportionate to the number of bed days for  
35 medicaid clients in institutions for mental diseases that were  
36 excluded from behavioral health organization fiscal year 2018  
37 capitation rates because they exceeded the amounts allowed under  
38 federal regulations. The department must also use these amounts to  
39 directly pay for costs that are ineligible for medicaid reimbursement

1 in institutions of mental disease facilities for American Indian and  
2 Alaska Natives who opt to receive behavioral health services on a fee  
3 for service basis. The amounts used for these individuals must be  
4 reduced from the allocation of the behavioral health organization  
5 where the individual resides. If a behavioral health organization  
6 receives more funding through this subsection than is needed to pay  
7 for the cost of their medicaid clients in institutions for mental  
8 diseases, they must use the remainder of the amounts to provide other  
9 services not covered under the medicaid program. The department must  
10 apply for a waiver from the center for medicaid and medicare services  
11 to allow for the full cost of stays in institutions of mental  
12 diseases to be included in fiscal year 2019 behavioral health  
13 organization capitation rates. The department may tailor the fiscal  
14 year 2019 waiver to specific populations for which the center for  
15 medicaid and medicare services has indicated they are likely to  
16 approve and work to further expand the waiver to other populations in  
17 fiscal year 2020. The department must submit a report on the status  
18 of the waiver to the office of financial management and the  
19 appropriate committees of the legislature by December 1, 2017.

20 ~~((g))~~ (f) \$81,930,000 of the general fund—state appropriation  
21 for fiscal year 2018 ~~((and \$81,930,000 of the general fund—state~~  
22 ~~appropriation for fiscal year 2019 are))~~ is provided solely for  
23 persons and services not covered by the medicaid program. To the  
24 extent possible, levels of behavioral health organization spending  
25 shall be maintained in the following priority order: Crisis and  
26 commitment services; community inpatient services; and residential  
27 care services, including personal care and emergency housing  
28 assistance. These amounts must be distributed to behavioral health  
29 organizations proportionate to the fiscal year 2017 allocation of  
30 flexible nonmedicaid funds. The department must include the following  
31 language in medicaid contracts with behavioral health organizations  
32 unless they are provided formal notification from the center for  
33 medicaid and medicare services that the language will result in the  
34 loss of federal medicaid participation: "The contractor may  
35 voluntarily provide services that are in addition to those covered  
36 under the state plan, although the cost of these services cannot be  
37 included when determining payment rates unless including these costs  
38 are specifically allowed under federal law or an approved waiver."

1       ~~((h))~~ (g) The department is authorized to continue to contract  
2 directly, rather than through contracts with behavioral health  
3 organizations for children's long-term inpatient facility services.

4       ~~((i))~~ (h) \$1,125,000 of the general fund—state appropriation  
5 for fiscal year 2018 ~~((and \$1,125,000 of the general fund—state  
6 appropriation for fiscal year 2019 are))~~ is provided solely for the  
7 Spokane county behavioral health organization to implement services  
8 to reduce utilization and the census at eastern state hospital. Such  
9 services shall include:

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

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

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

19       (D) Services at the sixteen-bed evaluation and treatment  
20 facility.

21       At least annually, the Spokane county behavioral health  
22 organization shall assess the effectiveness of these services in  
23 reducing utilization at eastern state hospital, identify services  
24 that are not optimally effective, and modify those services to  
25 improve their effectiveness.

26       ~~((j))~~ (i) \$1,204,000 of the general fund—state appropriation  
27 for fiscal year 2018 ~~((and \$1,204,000 of the general fund—state  
28 appropriation for fiscal year 2019 are))~~ is provided solely to  
29 reimburse Pierce and Spokane counties for the cost of conducting 180-  
30 day commitment hearings at the state psychiatric hospitals.

31       ~~((k))~~ (j) Behavioral health organizations may use local funds  
32 to earn additional federal medicaid match, provided the locally  
33 matched rate does not exceed the upper-bound of their federally  
34 allowable rate range, and provided that the enhanced funding is used  
35 only to provide medicaid state plan or waiver services to medicaid  
36 clients. Additionally, behavioral health organizations may use a  
37 portion of the state funds allocated in accordance with ~~((g))~~ (f)  
38 of this subsection to earn additional medicaid match, but only to the  
39 extent that the application of such funds to medicaid services does

1 not diminish the level of crisis and commitment, community inpatient,  
2 residential care, and outpatient services presently available to  
3 persons not eligible for medicaid.

4 ~~((l))~~ (k) \$2,291,000 of the general fund—state appropriation  
5 for fiscal year 2018 ~~((and \$2,291,000 of the general fund—state~~  
6 ~~appropriation for fiscal year 2019 are))~~ is provided solely for  
7 mental health services for mentally ill offenders while confined in a  
8 county or city jail and for facilitating access to programs that  
9 offer mental health services upon release from confinement. The  
10 department must collect information from the behavioral health  
11 organizations on their plan for using these funds, the numbers of  
12 individuals served, and the types of services provided and submit a  
13 report to the office of financial management and the appropriate  
14 fiscal committees of the legislature by December 1st of each year of  
15 the biennium.

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

20 ~~((n))~~ (m) The department must establish minimum and maximum  
21 funding levels for all reserves allowed under behavioral health  
22 organization contracts and insert contract language that clearly  
23 states the requirements and limitations. The department must monitor  
24 and ensure that behavioral health organization reserves do not exceed  
25 maximum levels. The department must monitor behavioral health  
26 organization revenue and expenditure reports and must require a  
27 behavioral health organization to submit a corrective action plan on  
28 how it will spend its excess reserves within a reasonable period of  
29 time, when its reported reserves exceed maximum levels established  
30 under the contract. The department must review and approve such plans  
31 and monitor to ensure compliance. If the department determines that a  
32 behavioral health organization has failed to provide an adequate  
33 excess reserve corrective action plan or is not complying with an  
34 approved plan, the department must reduce payments to the behavioral  
35 health organization in accordance with remedial actions provisions  
36 included in the contract. These reductions in payments must continue  
37 until the department determines that the behavioral health  
38 organization has come into substantial compliance with an approved  
39 excess reserve corrective action plan.

1        ~~((+o))~~ (n) \$2,309,000 of the general fund—state appropriation  
2 for fiscal year 2018 ~~((, — \$3,079,000 of the general fund—state~~  
3 ~~appropriation for fiscal year 2019,))~~ and ~~(( \$5,061,000))~~ \$2,169,000  
4 of the general fund—federal appropriation are provided solely for the  
5 department to increase rates for community hospitals that provide a  
6 minimum of 200 medicaid psychiatric inpatient days. The department  
7 must increase both medicaid and nonmedicaid psychiatric per-diem  
8 reimbursement rates for these providers within these amounts. The  
9 amounts in this subsection include funding for additional hold  
10 harmless payments resulting from the rate increase. The department  
11 shall prioritize increases for hospitals not currently paid based on  
12 provider specific costs using a similar methodology used to set rate  
13 for existing inpatient facilities and the latest available cost  
14 report information. Rate increases for providers must be set so as  
15 not to exceed the amounts provided within this subsection. The rate  
16 increase related to nonmedicaid clients must be done to maintain the  
17 provider at the same percentage as currently required under WAC  
18 182-550-4800.

19        ~~((+p))~~ (o) \$100,000 of the general fund—state appropriation for  
20 fiscal year 2018 ~~((and \$100,000 of the general fund—state~~  
21 ~~appropriation for fiscal year 2019 are))~~ is provided solely for the  
22 department to collaborate with tribal governments and develop a plan  
23 for establishing an evaluation and treatment facility that will  
24 specialize in providing care specifically to the American Indian and  
25 Alaska Native population. The plan must include options for  
26 maximizing federal participation and ~~((ensuring)),~~ ensure that  
27 utilization will be based on medical necessity, and identify a  
28 specific geographic location where a tribal evaluation and treatment  
29 facility will be built.

30        ~~((+q))~~ (p) \$1,466,000 of the general fund—state appropriation  
31 for fiscal year 2018 ~~((, — \$7,103,000 of the general fund—state~~  
32 ~~appropriation for fiscal year 2019,))~~ and ~~(( \$9,715,000))~~ \$1,663,000  
33 of the general fund—federal appropriation are provided solely for the  
34 department to contract with community hospitals or freestanding  
35 evaluation and treatment centers to provide up to forty-eight long-  
36 term inpatient care beds as defined in RCW 71.24.025. The department  
37 must seek proposals and contract directly for these services rather  
38 than contracting through behavioral health organizations. The  
39 department must coordinate with the department of social and health

1 services in developing the contract requirements, selecting  
2 contractors, and establishing processes for identifying patients that  
3 will be admitted to these facilities. The department must not use any  
4 of the amounts provided under this subsection for contracts with  
5 facilities that are subject to federal funding restrictions that  
6 apply to institutions of mental diseases, unless they have received a  
7 waiver that allows for full federal participation in these  
8 facilities.

9 ~~((r)) \$1,133,000 of the general fund state appropriation for~~  
10 ~~fiscal year 2019 and \$1,297,000 of the general fund federal~~  
11 ~~appropriation are provided solely to increase the number of~~  
12 ~~psychiatric residential treatment beds for individuals transitioning~~  
13 ~~from psychiatric inpatient settings. The department must seek~~  
14 ~~proposals from behavioral health organizations for the use of these~~  
15 ~~amounts and coordinate with the department of social and health~~  
16 ~~services in awarding these funds. The department must not allow for~~  
17 ~~any of the amounts provided under this subsection to be used for~~  
18 ~~services in facilities that are subject to federal funding~~  
19 ~~restrictions that apply to institutions of mental diseases, unless~~  
20 ~~they have received a waiver that allows for full federal~~  
21 ~~participation in these facilities.~~

22 ~~(s))~~ (q) \$4,983,000 of the general fund—state appropriation for  
23 fiscal year 2018(~~(, \$6,744,000 of the general fund state~~  
24 ~~appropriation for fiscal year 2019,)) and ~~(((\$25,365,000))~~ \$10,849,000  
25 of the general fund—federal appropriation are provided solely for the  
26 department to increase medicaid capitation payments for behavioral  
27 health organizations. The department must work with the actuaries  
28 responsible for certifying behavioral health capitation rates to  
29 adjust average salary assumptions in order to implement this  
30 increase. In developing further updates for medicaid managed care  
31 rates for behavioral health services, the department must include and  
32 make available all applicable documents and analysis to legislative  
33 staff from the fiscal committees throughout the process. The  
34 department must require the actuaries to develop and submit rate  
35 ranges for each behavioral health organization prior to certification  
36 of specific rates.~~

37 ~~((t))~~ (r) The number of beds allocated for use by behavioral  
38 health organizations at eastern state hospital shall be 192 per day.  
39 The number of nonforensic beds allocated for use by behavioral health



1 organizations at western state hospital shall be 557 per day. In  
2 fiscal year 2019, the department must reduce the number of beds  
3 allocated for use by behavioral health organizations at western state  
4 hospital by 30 beds to allow for the repurposing of a civil ward at  
5 western state hospital to provide forensic services. The contracted  
6 beds provided under ~~((+q))~~ (p) of this subsection shall be allocated  
7 to the behavioral health organizations in lieu of beds at the state  
8 hospitals and be incorporated in their allocation of state hospital  
9 patient days of care for the purposes of calculating reimbursements  
10 pursuant to RCW 71.24.310. It is the intent of the legislature to  
11 continue the policy of expanding community based alternatives for  
12 long term civil commitment services that allow for state hospital  
13 beds to be prioritized for forensic patients.

14 ~~((+u))~~ (s) \$11,405,000 of the general fund—state appropriation  
15 for fiscal year 2018(~~(, \$11,405,000 of the general fund—state~~  
16 ~~appropriation for fiscal year 2019,)) and ~~(((\$17,680,000))~~ \$8,840,000  
17 of the general fund—federal appropriation are provided solely to  
18 maintain enhancements of community mental health services. The  
19 department must contract these funds for the operation of community  
20 programs in which the department determines there is a need for  
21 capacity that allows individuals to be diverted or transitioned from  
22 the state hospitals including but not limited to: (i) Community  
23 hospital or free standing evaluation and treatment services providing  
24 short-term detention and commitment services under the involuntary  
25 treatment act to be located in the geographic areas of the King  
26 behavioral health organization, the Spokane behavioral health  
27 organization outside of Spokane county, and the Thurston Mason  
28 behavioral health organization; (ii) one new full program of an  
29 assertive community treatment team in the King behavioral health  
30 organization and two new half programs of assertive community  
31 treatment teams in the Spokane behavioral health organization and the  
32 Pierce behavioral health organization; and (iii) three new recovery  
33 support services programs in the Great Rivers behavioral health  
34 organization, the greater Columbia behavioral health organization,  
35 and the north sound behavioral health organization. In contracting  
36 for community evaluation and treatment services, the department may  
37 not use these resources in facilities that meet the criteria to be  
38 classified under federal law as institutions for mental diseases. If  
39 the department is unable to come to a contract agreement with a~~

1 designated behavioral health organization for any of the services  
2 identified above, it may consider contracting for that service in  
3 another region that has the need for such service.

4 ~~((+v))~~ (t) \$200,000 of the general fund—state appropriation for  
5 fiscal year 2018 ~~((and \$1,296,000 of the general fund—state  
6 appropriation for fiscal year 2019 are))~~ is provided solely for  
7 clubhouse programs. ~~((Of this amount, \$400,000 must be used for  
8 support of the Spokane clubhouse program and the remaining funds must  
9 be used for support of new clubhouse programs.))~~ The department must  
10 develop options and cost estimates for implementation of clubhouse  
11 programs statewide through a medicaid state plan amendment or a  
12 medicaid waiver and submit a report to the office of financial  
13 management and the appropriate committees of the legislature by  
14 December 1, 2018.

15 ~~((+w))~~ (u) \$212,000 of the general fund—state appropriation for  
16 fiscal year 2018 ~~((and \$213,000 of the general fund—state  
17 appropriation for fiscal year 2019 are))~~ is provided solely to fund  
18 one pilot project in Pierce county and one in Yakima county to  
19 promote increased utilization of assisted outpatient treatment  
20 programs. The department shall require two behavioral health  
21 organizations to contract with local government to establish the  
22 necessary infrastructure for the programs. The department, in  
23 collaboration with the health care authority, shall provide a report  
24 by October 15, 2018, to the office of financial management and the  
25 appropriate fiscal and policy committees of the legislature to  
26 include the number of individuals served, outcomes to include reduced  
27 use of inpatient treatment and state hospital stays, and  
28 recommendations for further implementation based on lessons learned  
29 and best practices identified by the pilot projects.

30 ~~((+x))~~ (v) The department, in collaboration with the health care  
31 authority, shall work to ensure that a single platform provider  
32 credentialing system is implemented. The authority and department  
33 shall ensure that appropriate cost offsets and cost avoidance are  
34 assumed for reduced staff time required for provider credentialing  
35 activity and reductions in improper billing activity when  
36 implementing provider credentialing systems.

37 (w) No more than \$6,464,000 of the general fund—federal  
38 appropriation may be expended for supported housing and employment  
39 services described in initiative 3a and 3b of the medicaid

1 transformation demonstration waiver under healthier Washington. Under  
 2 this initiative, the department and the health care authority shall  
 3 ensure that allowable and necessary services are provided to eligible  
 4 clients as identified by the department or its providers or third  
 5 party administrator. The department and the authority in consultation  
 6 with the medicaid forecast work group, shall ensure that reasonable  
 7 reimbursements are established for services deemed necessary within  
 8 an identified limit per individual. The department shall not increase  
 9 general fund—state expenditures under this initiative. The secretary  
 10 in collaboration with the director of the authority shall report to  
 11 the joint select committee on health care oversight no less than  
 12 quarterly on financial and health outcomes. The secretary in  
 13 cooperation with the director shall also report to the fiscal  
 14 committees of the legislature all of the expenditures of this  
 15 subsection and shall provide such fiscal data in the time, manner,  
 16 and form requested by the legislative fiscal committees.

17 (2) INSTITUTIONAL SERVICES

|    |   |                                |
|----|---|--------------------------------|
| 18 | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$286,936,000</del> )) |
| 19 |   | <u>\$330,214,000</u>           |
| 20 | General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$277,823,000</del> )) |
| 21 |   | <u>\$259,313,000</u>           |
| 22 | General Fund—Federal Appropriation. . . . .         | (( <del>\$148,093,000</del> )) |
| 23 |   | <u>\$181,793,000</u>           |
| 24 | General Fund—Private/Local Appropriation. . . . .   | (( <del>\$52,630,000</del> ))  |
| 25 |   | <u>\$61,282,000</u>            |
| 26 | <u>Pension Funding Stabilization Account—State</u>  |                                |
| 27 | <u>Appropriation. . . . .</u>                       | <u>\$34,746,000</u>            |
| 28 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$765,482,000</del> )) |
| 29 |   | <u>\$867,348,000</u>           |

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

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

35 (b) \$311,000 of the general fund—state appropriation for fiscal  
 36 year 2018 and \$310,000 of the general fund—state appropriation for  
 37 fiscal year 2019 are provided solely for a community partnership  
 38 between western state hospital and the city of Lakewood to support  
 39 community policing efforts in the Lakewood community surrounding

1 western state hospital. The amounts provided in this subsection  
2 (2)(b) are for the salaries, benefits, supplies, and equipment for  
3 one full-time investigator, one full-time police officer, and one  
4 full-time community service officer at the city of Lakewood. The  
5 department must collect data from the city of Lakewood on the use of  
6 the funds and the number of calls responded to by the community  
7 policing program and submit a report with this information to the  
8 office of financial management and the appropriate fiscal committees  
9 of the legislature each December of the fiscal biennium.

10 (c) \$45,000 of the general fund—state appropriation for fiscal  
11 year 2018 and \$45,000 of the general fund—state appropriation for  
12 fiscal year 2019 are provided solely for payment to the city of  
13 Lakewood for police services provided by the city at western state  
14 hospital and adjacent areas.

15 (d) \$44,000 of the general fund—state appropriation for fiscal  
16 year 2018 and \$19,000 of the general fund—state appropriation for  
17 fiscal year 2019 are provided solely for payment to the city of  
18 Medical Lake for police services provided by the city at eastern  
19 state hospital and adjacent areas. The city must develop a proposal  
20 and estimated costs for developing a community policing program in  
21 the area surrounding eastern state hospital and submit the proposal  
22 to the department by September 30, (~~(2017)~~) 2018. The city must  
23 provide current and historical data for police services to eastern  
24 state hospital and adjacent areas which justify funding for a  
25 community policing program and continued funding for base police  
26 services and a community policing program.

27 (e) (~~(\$25,053,000)~~) \$20,883,000 of the general fund—state  
28 appropriation for fiscal year 2018 and (~~(\$25,847,000)~~) \$33,558,000 of  
29 the general fund—state appropriation for fiscal year 2019 are  
30 provided solely for implementation of efforts to improve the  
31 timeliness of competency restoration services pursuant to chapter 5,  
32 Laws of 2015 (SSB 5889) (timeliness of competency treatment and  
33 evaluation services). These amounts must be used to maintain and  
34 further increase the number of forensic beds at western state  
35 hospital and eastern state hospital. Pursuant to chapter 7, Laws of  
36 2015 1st sp. sess. (2E2SSB 5177) (timeliness of competency treatment  
37 and evaluation services), the department may contract some of these  
38 amounts for services at alternative locations if the secretary  
39 determines that there is a need.

1 (f) (~~(\$3,261,000)~~) \$3,928,000 of the general fund—state  
2 appropriation for fiscal year 2018 and (~~(\$3,261,000)~~) \$4,249,000 of  
3 the general fund—state appropriation for fiscal year 2019 are  
4 provided solely to maintain and further increase implementation of  
5 efforts to improve the timeliness of competency evaluation services  
6 for individuals who are in local jails pursuant to chapter 5, Laws of  
7 2015 (SSB 5889) (timeliness of competency treatment and evaluation  
8 services). This funding must be used solely to maintain increases in  
9 the number of staff providing competency evaluation services.

10 (g) \$135,000 of the general fund—state appropriation for fiscal  
11 year 2018 and \$135,000 of the general fund—state appropriation for  
12 fiscal year 2019 are provided solely for the department to hire an  
13 on-site safety compliance officer, stationed at Western State  
14 Hospital, to provide oversight and accountability of the hospital's  
15 response to safety concerns regarding the hospital's work  
16 environment.

17 (h) \$20,234,000 of the general fund—state appropriation for  
18 fiscal year 2018 and \$20,234,000 of the general fund—state  
19 appropriation for fiscal year 2019 are provided solely to meet the  
20 requirements of the systems improvement agreement with the centers  
21 for medicare and medicaid services as outlined in seven conditions of  
22 participation and to maintain federal funding. The department shall  
23 specifically account for all spending related to the agreement and  
24 reconcile it back to the original funding plan. Changes of more than  
25 ten percent in any area of the spending plan must be submitted to the  
26 office of financial management for approval. The department must  
27 submit a financial analysis to the office of financial management and  
28 the appropriate committees of the legislature which compares current  
29 staffing levels at eastern and western state hospitals, at the ward  
30 level, with the specific staffing levels recommended in the state  
31 hospitals' clinical model analysis project report submitted by OTB  
32 Solutions in 2016. To the extent that the financial analysis includes  
33 any differential in staffing from what was recommended in the report,  
34 the department must clearly identify these differences and the  
35 associated costs. The department must submit the financial analysis  
36 by September 1, 2017.

37 (i) Within these amounts, the department must hire chemical  
38 dependency professionals to provide integrated substance use disorder  
39 and mental health treatment at the state psychiatric hospitals.

1 (j) \$1,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$2,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely for the implementation of Senate  
4 Bill No. 5118 (personal needs allowance). If the bill is not enacted  
5 by July 31, 2017, the amounts provided in this subsection shall  
6 lapse.

7     (k) \$34,584,000 of the general fund—state appropriation for  
8 fiscal year 2018 is provided solely for increased staffing and other  
9 costs at the state hospitals that are required to maintain federal  
10 certification and compliance with federal agreements. Throughout the  
11 biennium, the department must track state hospital staffing  
12 expenditures, including the use of overtime and contracted locums, to  
13 allotments and submit monthly reports to the office of financial  
14 management. The office of financial management must review these  
15 reports and make a determination as to whether the overspending in  
16 these areas is required to maintain federal certification and  
17 compliance with federal agreements. The office of financial  
18 management must notify the department each month whether and to what  
19 level the overspending on staffing is approved and may be maintained  
20 and whether and to what level the department must reduce such  
21 expenditures. By December 2, 2018, the office of financial management  
22 must provide a report to the appropriate committees of the  
23 legislature on spending beyond appropriations for staffing at the  
24 state hospitals and identify the level of overspending that has been  
25 approved and any direction provided by the office of financial  
26 management to reduce overspending on staffing that was not required  
27 to maintain federal certification and compliance with federal  
28 agreements.

29     (l) \$100,000 of the general fund—state appropriation for fiscal  
30 year 2019 is provided solely for the department to track compliance  
31 with RCW 71.05.365 requirements for transition of state hospital  
32 patients into community settings within fourteen days of the  
33 determination that they no longer require active psychiatric  
34 treatment at an inpatient level of care. The department must use  
35 these funds to track the following elements related to this  
36 requirement: (i) The date on which an individual is determined to no  
37 longer require active psychiatric treatment at an inpatient level of  
38 care; (ii) the date on which the behavioral health organizations and  
39 other organizations responsible for resource management services for

1 the person is notified of this determination; and (iii) the date on  
2 which either the individual is transitioned to the community or has  
3 been re-evaluated and determined to again require active psychiatric  
4 treatment at an inpatient level of care. The department must provide  
5 this information in regular intervals to behavioral health  
6 organizations and other organizations responsible for resource  
7 management services. The department must summarize the information  
8 and provide a report to the office of financial management and the  
9 appropriate committees of the legislature on progress toward meeting  
10 the fourteen day standard by December 1, 2018.

11 (m) \$140,000 of the general fund—state appropriation for fiscal  
12 year 2019 is provided solely for the department and the University of  
13 Washington to begin implementation the first phase of a collaborative  
14 plan for a high-quality forensic teaching service. Indirect charges  
15 for amounts contracted to the University of Washington must not  
16 exceed ten percent. The department and the University of Washington  
17 must research and pursue behavioral health workforce education grants  
18 from federal or private foundations that could be used in support of  
19 this project. By November 1, 2018, the department, in collaboration  
20 with the University of Washington, must submit a report to the office  
21 of financial management and the appropriate committees of the  
22 legislature with a progress update, readiness to proceed to the  
23 second phase of the project, a detailed cost analysis of the second  
24 phase, and identification of any federal or private grants identified  
25 and the status of those applications.

26 (n) \$12,190,000 of the general fund—state appropriation for  
27 fiscal year 2019 is provided solely for the department to develop and  
28 implement an acuity based staffing tool at western state hospital and  
29 eastern state hospital in collaboration with the hospital staffing  
30 committees. The staffing tool must be designed and implemented to  
31 identify, on a daily basis, the clinical acuity on each patient ward  
32 and determine the minimum level of direct care staff by profession to  
33 be deployed to meet the needs of the patients on each ward. The  
34 department must also continue to develop, in collaboration with the  
35 office of financial management's labor relations office, the staffing  
36 committees, and state labor unions, an overall state hospital  
37 staffing plan which looks at all positions and functions of the  
38 facilities and is informed by a review of the Oregon state hospital  
39 staffing model. \$300,000 of the amounts in this subsection are  
40 provided solely for and must be used for staff costs required to

1 establish, monitor, track, and report monthly staffing and  
2 expenditures at the state hospitals, including overtime and use of  
3 locums, to the functional categories identified in the recommended  
4 staffing plan. The remainder of the funds must be used for direct  
5 care staffing needed in order to implement the acuity based staffing  
6 tool. The allotments and tracking of staffing and expenditures must  
7 include all areas of the state hospitals, must be done at the ward  
8 level, and must include contracted facilities providing forensic  
9 restoration services as well as the office of forensic mental health  
10 services. By September 1, 2018, the department and hospital staffing  
11 committees must submit a report to the office of financial management  
12 and the appropriate committees of the legislature that includes the  
13 following: (a) Progress in implementing the acuity based staffing  
14 tool; (b) a comparison of average daily staffing expenditures to  
15 budgeted staffing levels and the recommended state hospital staffing  
16 plan by function; and (c) metrics and facility performance for the  
17 use of overtime and extra duty pay, patient length of stay, discharge  
18 management, active treatment planning, medication administration,  
19 patient and staff aggression, and staff recruitment and retention.  
20 The department must use information gathered from implementation of  
21 the clinical staffing tool and the hospital-wide staffing model to  
22 inform and prioritize future budget requests for staffing at the  
23 state hospitals. Beginning on January 1, 2019, the department must  
24 submit calendar quarterly reports to the office of financial  
25 management and the appropriate committees of the legislature which  
26 includes monitoring of monthly spending and staffing levels compared  
27 to allotments and to the recommended state hospital staffing model.  
28 These reports must include an update from the hospital staffing  
29 committees.

30 (o) \$250,000 of the general fund—state appropriation for fiscal  
31 year 2019 is provided solely for the department, in collaboration  
32 with the health care authority, to develop and implement a predictive  
33 modeling tool which identifies clients who are at high risk of future  
34 involvement with the criminal justice system and for developing a  
35 model to estimate demand for civil and forensic state hospital bed  
36 needs pursuant to the following requirements.

37 (i) The predictive modeling tool must be developed to leverage  
38 data from a variety of sources and identify factors that are strongly  
39 associated with future criminal justice involvement. By December 1,  
40 2018, the department must submit a report to the office of financial



1 management and the appropriate committees of the legislature which  
2 describes the following: (A) The proposed data sources to be used in  
3 the predictive model and how privacy issues will be addressed; (B)  
4 modeling results including a description of measurable factors most  
5 strongly predictive of risk of future criminal justice involvement;  
6 (C) an assessment of the accuracy, timeliness, and potential  
7 effectiveness of the tool; (D) identification of interventions and  
8 strategies that can be effective in reducing future criminal justice  
9 involvement of high risk patients; and (E) the timeline for  
10 implementing processes to provide monthly lists of high-risk client  
11 to contracted managed care organizations and behavioral health  
12 organizations.

13 (ii) The model for civil and forensic state hospital bed need  
14 must be developed in consultation with staff from the office of  
15 financial management and the appropriate fiscal committees of the  
16 state legislature. The model shall incorporate factors for capacity  
17 in state hospitals as well as contracted facilities which provide  
18 similar levels of care, referral patterns, wait lists, lengths of  
19 stay, and other factors identified as appropriate for predicting the  
20 number of beds needed to meet the demand for civil and forensic state  
21 hospital services. The department must submit a report to the office  
22 of financial management and the appropriate committees of the  
23 legislature by October 1, 2018, with a description of the model and  
24 the estimated civil and forensic state hospital bed need through the  
25 end of fiscal year 2021. The department must continue to update the  
26 model on a calendar quarterly basis and provide updates to the office  
27 of financial management and the appropriate committees of the  
28 legislature accordingly.

29 (p) \$20,000 of the general fund—state appropriation for fiscal  
30 year 2019 and \$8,000 of the general fund—federal appropriation are  
31 provided solely to implement Substitute Senate Bill No. 6237  
32 (personal needs allowance) or Substitute House Bill No. 2651  
33 (personal needs allowance). If neither bill is enacted by June 30,  
34 2018, the amounts provided in this subsection shall lapse.

35 (q) \$46,601,000 of the general fund—state appropriation for  
36 fiscal year 2018 is provided solely for the department to pay fines,  
37 plaintiff's attorney fees, and increased court monitor costs for  
38 failing to meet court ordered timelines for competency restoration

1 and evaluations under Trueblood v. Department of Social and Health  
2 Services.

3 (r) \$1,148,000 of the general fund—state appropriation for fiscal  
4 year 2019 is provided solely for purposes of maintaining basic life-  
5 and-safety equipment and structures in a manner that supports a safe  
6 and compliant environment of care at the state hospitals. The  
7 department must develop a budget structure that allows for  
8 transparency in the management and monitoring of these expenditures  
9 as well as related performance and outcomes. The department must  
10 report to the office of financial management on expenditure levels  
11 and outcomes achieved at the close of each fiscal year.

12 (3) SPECIAL PROJECTS

|    |  |                               |
|----|--|-------------------------------|
| 13 | General Fund—State Appropriation (FY 2018). . . . .              | (( <del>\$514,000</del> ))    |
| 14 |  | <u>\$486,000</u>              |
| 15 | <del>((General Fund—State Appropriation (FY 2019). . . . .</del> | <del>\$508,000))</del>        |
| 16 | General Fund—Federal Appropriation. . . . .                      | (( <del>\$25,852,000</del> )) |
| 17 |  | <u>\$3,148,000</u>            |
| 18 | <u>Pension Funding Stabilization Account—State</u>               |                               |
| 19 | <u>Appropriation. . . . .</u>                                    | <u>\$28,000</u>               |
| 20 | TOTAL APPROPRIATION. . . . .                                     | (( <del>\$26,874,000</del> )) |
| 21 |  | <u>\$3,662,000</u>            |

22 The appropriations in this subsection are subject to the  
23 following conditions and limitations:

24 ~~((a))~~ \$446,000 of the general fund—state appropriation for  
25 fiscal year 2018~~((, \$446,000 of the general fund—state appropriation~~  
26 ~~for fiscal year 2019,))~~ and ~~(((\$178,000))~~ \$89,000 of the general fund—  
27 federal appropriation are provided solely for the University of  
28 Washington's evidence-based practice institute which supports the  
29 identification, evaluation, and implementation of evidence-based or  
30 promising practices. The institute must work with the department to  
31 develop a plan to seek private, federal, or other grant funding in  
32 order to reduce the need for state general funds. The department must  
33 collect information from the institute on the use of these funds and  
34 submit a report to the office of financial management and the  
35 appropriate fiscal committees of the legislature by December 1st of  
36 each year of the biennium.

37 ~~((b) No more than \$19,557,000 of the general fund—federal~~  
38 ~~appropriation may be expended for supported housing and employment~~  
39 ~~services described in initiative 3a and 3b of the medicaid~~

1 ~~transformation demonstration waiver under healthier Washington. Under~~  
 2 ~~this initiative, the department and the health care authority shall~~  
 3 ~~ensure that allowable and necessary services are provided to eligible~~  
 4 ~~clients as identified by the department or its providers or third~~  
 5 ~~party administrator. The department and the authority in consultation~~  
 6 ~~with the medicaid forecast work group, shall ensure that reasonable~~  
 7 ~~reimbursements are established for services deemed necessary within~~  
 8 ~~an identified limit per individual. The department shall not increase~~  
 9 ~~general fund state expenditures under this initiative. The secretary~~  
 10 ~~in collaboration with the director of the authority shall report to~~  
 11 ~~the joint select committee on health care oversight no less than~~  
 12 ~~quarterly on financial and health outcomes. The secretary in~~  
 13 ~~cooperation with the director shall also report to the fiscal~~  
 14 ~~committees of the legislature all of the expenditures of this~~  
 15 ~~subsection and shall provide such fiscal data in the time, manner,~~  
 16 ~~and form requested by the legislative fiscal committees.))~~

17 (4) PROGRAM SUPPORT

|    |   |                               |
|----|---|-------------------------------|
| 18 | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$10,175,000</del> )) |
| 19 |   | <u>\$9,265,000</u>            |
| 20 | General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$9,543,000</del> ))  |
| 21 |   | <u>\$2,979,000</u>            |
| 22 | General Fund—Federal Appropriation. . . . .         | (( <del>\$12,046,000</del> )) |
| 23 |   | <u>\$8,310,000</u>            |
| 24 | General Fund—Private/Local Appropriation. . . . .   | (( <del>\$502,000</del> ))    |
| 25 |   | <u>\$251,000</u>              |
| 26 | <u>Pension Funding Stabilization Account—State</u>  |                               |
| 27 | <u>Appropriation. . . . .</u>                       | <u>\$526,000</u>              |
| 28 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$32,266,000</del> )) |
| 29 |   | <u>\$21,331,000</u>           |

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

- 32 (a) The department must complete an update of the state quality  
 33 strategy required under federal managed care regulations and submit  
 34 to the center for medicaid and medicare services by October 1, 2017.  
 35 The department must provide a report to the office of financial  
 36 management and the appropriate committees of the legislature by  
 37 December 1, 2017, which includes the following: (i) A copy of the  
 38 quality strategy submitted to the center for medicaid and medicare  
 39 services; (ii) identification of all performance measures that are

1 currently being measured for behavioral health organizations, and  
2 managed care organizations and the variations in performance among  
3 these entities; (iii) identification of any performance measures that  
4 are included in behavioral health organization and managed care  
5 organization 2018 contracts and whether these measures are connected  
6 to payment; and (iv) identification of any performance measures  
7 planned for incorporation of behavioral health organization and  
8 managed care organization 2019 contracts and whether these measures  
9 will be connected to payment during that contract period.

10 (b) \$62,000 of the general fund—state appropriation for fiscal  
11 year 2018 and \$41,000 of the general fund—federal appropriation are  
12 provided solely for the implementation of chapter 207, Laws of 2017  
13 (E2SHB 1819) (children's mental health).

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

28 **Sec. 205.** 2017 3rd sp.s. c 1 s 205 (uncodified) is amended to  
29 read as follows:

30 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—DEVELOPMENTAL**  
31 **DISABILITIES PROGRAM**

32 (1) COMMUNITY SERVICES

|  |                                  |
|--|----------------------------------|
| 33 General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$612,748,000</del> ))   |
|  | <u>\$601,589,000</u>             |
| 35 General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$662,252,000</del> ))   |
|  | <u>\$663,644,000</u>             |
| 37 General Fund—Federal Appropriation. . . . .         | (( <del>\$1,301,629,000</del> )) |
|  | <u>\$1,302,369,000</u>           |

38

|   |  |                                  |
|---|--|----------------------------------|
| 1 | General Fund—Private/Local Appropriation. . . . .  | (( <del>\$534,000</del> ))       |
| 2 |  | <u>\$2,407,000</u>               |
| 3 | <u>Pension Funding Stabilization Account—State</u> |                                  |
| 4 | <u>Appropriation. . . . .</u>                      | <u>\$6,872,000</u>               |
| 5 | TOTAL APPROPRIATION. . . . .                       | (( <del>\$2,577,163,000</del> )) |
| 6 |  | <u>\$2,576,881,000</u>           |

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

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

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

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

28 (ii) The current annual renewal license fee for assisted living  
29 facilities shall be \$106 per bed beginning in fiscal year 2018 and  
30 ((~~\$106~~)) \$116 per bed beginning in fiscal year 2019.

31 (iii) The current annual renewal license fee for nursing  
32 facilities shall be \$359 per bed beginning in fiscal year 2018 and  
33 \$359 per bed beginning in fiscal year 2019.

34 (c) \$7,142,000 of the general fund—state appropriation for fiscal  
35 year 2018, \$18,249,000 of the general fund—state appropriation for  
36 fiscal year 2019, and \$27,336,000 of the general fund—federal  
37 appropriation are provided solely for the implementation of the  
38 agreement reached between the governor and the service employees  
39 international union healthcare 775nw under the provisions of chapters

1 74.39A and 41.56 RCW for the 2017-2019 fiscal biennium. Funding is  
2 contingent upon the enactment of Senate Bill No. 5969 (transparency  
3 in public employee collective bargaining). If the bill is not enacted  
4 by July 31, 2017, the appropriation in this subsection shall lapse.

5 (d) \$787,000 of the general fund—state appropriation for fiscal  
6 year 2018, \$2,183,000 of the general fund—state appropriation for  
7 fiscal year 2019, and \$3,714,000 of the general fund—federal  
8 appropriation are provided solely for the homecare agency parity  
9 impacts of the agreement between the governor and the service  
10 employees international union healthcare 775nw. Funding is contingent  
11 upon the enactment of Senate Bill No. 5969 (transparency in public  
12 employee collective bargaining). If the bill is not enacted by July  
13 31, 2017, the appropriation in this subsection shall lapse.

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

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

29 (g) \$650,000 of the general fund—state appropriation for fiscal  
30 year 2018, \$650,000 of the general fund—state appropriation for  
31 fiscal year 2019, and \$800,000 of the general fund—federal  
32 appropriation are provided solely for the development and  
33 implementation of eight enhanced respite beds across the state for  
34 children. These services are intended to provide families and  
35 caregivers with a break in caregiving, the opportunity for behavioral  
36 stabilization of the child, and the ability to partner with the state  
37 in the development of an individualized service plan that allows the  
38 child to remain in his or her family home. The department must  
39 provide the legislature with a respite utilization report in January

1 of each year that provides information about the number of children  
2 who have used enhanced respite in the preceding year, as well as the  
3 location and number of days per month that each respite bed was  
4 occupied.

5 (h) \$900,000 of the general fund—state appropriation for fiscal  
6 year 2018 and \$900,000 of the general fund—state appropriation for  
7 fiscal year 2019 are provided solely for the development and  
8 implementation of eight community respite beds across the state for  
9 adults. These services are intended to provide families and  
10 caregivers with a break in caregiving and the opportunity for  
11 stabilization of the individual in a community-based setting as an  
12 alternative to using a residential habilitation center to provide  
13 planned or emergent respite. The department must provide the  
14 legislature with a respite utilization report by January of each year  
15 that provides information about the number of individuals who have  
16 used community respite in the preceding year, as well as the location  
17 and number of days per month that each respite bed was occupied.

18 (i) \$100,000 of the general fund—state appropriation for fiscal  
19 year 2018, \$95,000 of the general fund—state appropriation for fiscal  
20 year 2019, and \$195,000 of the general fund—federal appropriation are  
21 provided solely for discharge case managers stationed at the state  
22 psychiatric hospitals. Discharge case managers will transition  
23 clients ready for hospital discharge into less restrictive  
24 alternative community placements. The transition of clients ready for  
25 discharge will free up bed capacity at the state psychiatric  
26 hospitals.

27 (j) \$1,239,000 of the general fund—state appropriation for fiscal  
28 year 2018, \$2,055,000 of the general fund—state appropriation for  
29 fiscal year 2019, and \$3,218,000 of the general fund—federal  
30 appropriation are provided solely to create new community alternative  
31 placement beds that prioritize the transition of clients who are  
32 ready for discharge from the state psychiatric hospitals, but who  
33 have additional long-term care or developmental disability needs.

34 (i) Community alternative placement beds include enhanced service  
35 facility beds, adult family home beds, skilled nursing facility beds,  
36 shared supportive housing beds, state operated living alternative  
37 beds, and assisted living facility beds.

38 (ii) Each client must receive an individualized assessment prior  
39 to leaving one of the state psychiatric hospitals. The individualized

1 assessment must identify and authorize personal care, nursing care,  
2 behavioral health stabilization, physical therapy, or other necessary  
3 services to meet the unique needs of each client. It is the  
4 expectation that, in most cases, staffing ratios in all community  
5 alternative placement options described in (j)(i) of this subsection  
6 will need to increase to meet the needs of clients leaving the state  
7 psychiatric hospitals. If specialized training is necessary to meet  
8 the needs of a client before he or she enters a community placement,  
9 then the person centered service plan must also identify and  
10 authorize this training.

11 (iii) When reviewing placement options, the department must  
12 consider the safety of other residents, as well as the safety of  
13 staff, in a facility. An initial evaluation of each placement,  
14 including any documented safety concerns, must occur within thirty  
15 days of a client leaving one of the state psychiatric hospitals and  
16 entering one of the community placement options described in (j)(i)  
17 of this subsection. At a minimum, the department must perform two  
18 additional evaluations of each placement during the first year that a  
19 client has lived in the facility.

20 (iv) During fiscal year 2018, in a presentation to the select  
21 committee on quality improvement in state hospitals, the department  
22 must describe the process of fielding and subsequently investigating  
23 complaints of abuse, neglect, and exploitation within the community  
24 alternative placement options described in (j)(i) of this subsection.  
25 At a minimum, the presentation must include data about the number of  
26 complaints, and the nature of complaints, over the preceding five  
27 fiscal years.

28 (v) During fiscal year 2019, in a presentation to the select  
29 committee on quality improvement in state hospitals, the department  
30 must provide an update about clients placed out of the state  
31 psychiatric hospitals into the community alternative placement  
32 options described in (j)(i) of this subsection. At a minimum, for  
33 each setting, the presentation must include data about the number of  
34 placements, average daily rate, complaints fielded, and complaints  
35 investigated. The presentation must also include information about  
36 modifications, including the placement of clients into alternate  
37 settings, that occurred due to the evaluations required under  
38 (j)(iii) of this subsection.



1 In developing bed capacity, the department shall consider the  
2 complex needs of individuals waiting for discharge from the state  
3 psychiatric hospitals.

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

12 (l) \$14,127,000 of the general fund—state appropriation for  
13 fiscal year 2018, \$25,428,000 of the general fund—state appropriation  
14 for fiscal year 2019, and \$39,554,000 of the general fund—federal  
15 appropriation are provided solely to increase the benchmark rate for  
16 community residential service providers offering supported living,  
17 group home, and licensed staff residential services to individuals  
18 with development disabilities. The amounts in this subsection (1)(l)  
19 include funding to increase the benchmark rate by the following  
20 amounts:

21 (i) \$1.25 per hour effective July 1, 2017, and;

22 (ii) An additional \$1.00 per hour effective July 1, 2018.

23 The amounts provided in this subsection must be used to improve  
24 the recruitment and retention of quality direct care staff to better  
25 protect the health and safety of clients with developmental  
26 disabilities.

27 (m) Respite personal care provided by individual providers to  
28 developmental disabilities administration clients, as authorized by  
29 the department and accessed by clients through a medicaid waiver,  
30 must be funded in maintenance level of the operating budget on the  
31 basis of actual and forecasted client utilization.

32 (n) \$4,000 of the general fund—state appropriation for fiscal  
33 year 2018, \$11,000 of the general fund—state appropriation for fiscal  
34 year 2019, and \$13,000 of the general fund—federal appropriation are  
35 provided solely to implement chapter 270, Laws of 2017 (SB 5118)  
36 (personal needs allowance).

37 (o) \$1,716,000 of the general fund—state appropriation for fiscal  
38 year 2018, \$3,493,000 of the general fund—state appropriation for  
39 fiscal year 2019, and \$4,267,000 of the general fund—federal

1 appropriation are provided solely for a targeted vendor rate increase  
2 to contracted client service providers.

3 (i) Within the amounts provided in this subsection, \$1,674,000 of  
4 the general fund—state appropriation for fiscal year 2018, \$3,424,000  
5 of the general fund—state appropriation for fiscal year 2019, and  
6 \$4,126,000 of the general fund—federal appropriation are provided  
7 solely for a vendor rate increase of two percent in fiscal year 2018  
8 and an additional two percent in fiscal year 2019 for all contracted  
9 vendors with the exception of nursing home providers, the program of  
10 all-inclusive care for the elderly, nurse delegators, community  
11 residential service providers, individual providers, agency  
12 providers, and adult family homes.

13 (ii) Within the amounts provided in this subsection, \$42,000 of  
14 the general fund—state appropriation for fiscal year 2018, \$69,000 of  
15 the general fund—state appropriation for fiscal year 2019, and  
16 \$141,000 of the general fund—federal appropriation are provided  
17 solely to increase vendor rates for adult residential care and  
18 enhanced adult residential care in the 2017-2019 fiscal biennium up  
19 to the statewide minimum wage established in Initiative Measure No.  
20 1433.

21 (p) \$51,000 of the general fund—state appropriation for fiscal  
22 year 2018, \$51,000 of the general fund—state appropriation for fiscal  
23 year 2019, and \$102,000 of the general fund—federal appropriation are  
24 provided solely to increase the daily rate for private duty nursing  
25 in adult family homes by \$63.77.

26 (q) \$371,000 of the general fund—state appropriation for fiscal  
27 year 2018, \$445,000 of the general fund—state appropriation for  
28 fiscal year 2019, and \$1,069,000 of the general fund—federal  
29 appropriation are provided solely for increasing the hourly rate for  
30 nurse delegators from \$32.96 to \$45.32 effective September 1, 2017.

31 (r) \$212,000 of the general fund—state appropriation for fiscal  
32 year 2018 and \$269,000 of the general fund—federal appropriation are  
33 provided solely to implement Senate Bill No. . . . (S-2907.2). If the  
34 bill is not enacted by July 31, 2017, the amounts provided in this  
35 subsection shall lapse.

36 (s) \$2,199,000 of the general fund—state appropriation for fiscal  
37 year 2018, \$2,878,000 of the general fund—state appropriation for  
38 fiscal year 2019, and \$6,388,000 of the general fund—federal  
39 appropriation are provided solely for the implementation of an

1 agreement reached between the governor and the adult family home  
2 council under the provisions of chapter 41.56 RCW for the 2017-2019  
3 fiscal biennium. Funding is contingent upon the enactment of Senate  
4 Bill No. 5969 (transparency in public employee collective  
5 bargaining). If the bill is not enacted by July 31, 2017, the amounts  
6 provided in this subsection shall lapse.

7 (t) \$83,000 of the general fund—state appropriation for fiscal  
8 year 2019 and \$751,000 of the general fund—federal appropriation are  
9 provided solely for the development of an information technology  
10 solution that is flexible enough to accommodate all service providers  
11 impacted by the requirements for electronic visit verification  
12 outlined in the 21st century cures act.

13 (u) \$75,000 of the general fund—state appropriation for fiscal  
14 year 2019 is provided solely for job training at the support  
15 education empowerment disability solutions program.

16 (v) \$623,000 of the general fund—state appropriation for fiscal  
17 year 2019 and \$623,000 of the general fund—federal appropriation are  
18 provided solely to hold community residential service provider rates  
19 harmless for instruction and support services and administration, to  
20 the extent possible within amounts appropriated in this subsection,  
21 if the tiered rate methodology is implemented effective January 1,  
22 2019.

23 (w) \$1,873,000 of the general fund—private/local appropriation  
24 and \$1,874,000 of the general fund—federal appropriation are provided  
25 solely to implement Substitute House Bill No. 1792 (residential  
26 services and supports). The annual certification renewal fee for  
27 community residential service businesses shall be \$908 per client.  
28 The annual certification renewal fee may not exceed the department's  
29 annual licensing and oversight activity costs. If the bill is not  
30 enacted by June 30, 2018, the amounts provided in this subsection  
31 shall lapse.

32 (x) \$21,000 of the general fund—state appropriation for fiscal  
33 year 2019 and \$26,000 of the general fund—federal appropriation are  
34 provided solely to implement Substitute House Bill No. 2651 (personal  
35 needs allowance). If the bill is not enacted by June 30, 2018, the  
36 amounts provided in this subsection shall lapse.

37 (y) \$34,000 of the general fund—state appropriation for fiscal  
38 year 2018, \$293,000 of the general fund—state appropriation for  
39 fiscal year 2019, and \$480,000 of the general fund—federal

1 appropriation are provided solely to implement Engrossed Substitute  
2 Senate Bill No. 6199 (consumer directed employer organizations). If  
3 the bill is not enacted by June 30, 2018, the amounts provided in  
4 this subsection shall lapse.

5 (z) The department of social and health services developmental  
6 disabilities administration shall participate in the development of  
7 an implementation plan to build statewide capacity among school  
8 districts to improve transition planning for students in special  
9 education who meet criteria for services from the developmental  
10 disabilities administration, pursuant to section 501(57) of this act.

11 (aa) \$290,000 of the general fund—state appropriation for fiscal  
12 year 2019 is provided solely for the enhancement of existing parent-  
13 to-parent programs that serve parents of children with a  
14 developmental disability and the establishment of new programs in  
15 Okanogan county and Whitman county.

16 (2) INSTITUTIONAL SERVICES

|    |   |                                |
|----|---|--------------------------------|
| 17 | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$104,159,000</del> )) |
| 18 |   | <u>\$99,622,000</u>            |
| 19 | General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$106,818,000</del> )) |
| 20 |   | <u>\$105,704,000</u>           |
| 21 | General Fund—Federal Appropriation. . . . .         | (( <del>\$195,757,000</del> )) |
| 22 |   | <u>\$202,562,000</u>           |
| 23 | General Fund—Private/Local Appropriation. . . . .   | (( <del>\$25,041,000</del> ))  |
| 24 |   | <u>\$27,041,000</u>            |
| 25 | <u>Pension Funding Stabilization Account—State</u>  |                                |
| 26 | <u>Appropriation. . . . .</u>                       | <u>\$12,441,000</u>            |
| 27 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$431,775,000</del> )) |
| 28 |   | <u>\$447,370,000</u>           |

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

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

35 (b) \$495,000 of the general fund—state appropriation for fiscal  
36 year 2018 and \$495,000 of the general fund—state appropriation for  
37 fiscal year 2019 are for the department to fulfill its contracts with  
38 the school districts under chapter 28A.190 RCW to provide  
39 transportation, building space, and other support services as are

1 reasonably necessary to support the educational programs of students  
2 living in residential habilitation centers.

3 (c) \$2,978,000 of the general fund—state appropriation for fiscal  
4 year 2018, \$2,978,000 of the general fund—state appropriation for  
5 fiscal year 2019, and \$5,956,000 of the general fund—federal  
6 appropriation are for additional staff to ensure compliance with  
7 centers for medicare and medicaid services requirements for  
8 habilitation, nursing care, staff safety, and client safety at the  
9 residential habilitation centers.

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

14 (e) \$2,000 of the general fund—state appropriation for fiscal  
15 year 2018, \$5,000 of the general fund—state appropriation for fiscal  
16 year 2019, and \$5,000 of the general fund—federal appropriation are  
17 provided solely to implement chapter 270, Laws of 2017 (SB 5118)  
18 (personal needs allowance).

19 (f) \$325,000 of the general fund—state appropriation for fiscal  
20 year 2019 and \$325,000 of the general fund—federal appropriation are  
21 provided solely for purposes of maintaining basic life-and-safety  
22 equipment and structures in a manner that supports a safe and  
23 compliant environment of care at the residential habilitation  
24 centers. The department is to develop a budget structure that allows  
25 for transparency in the management and monitoring of these  
26 expenditures as well as related performance and outcomes. The  
27 department is to report to the office of financial management on  
28 expenditure levels and outcomes achieved at the close of each fiscal  
29 year.

30 (g) \$2,288,000 of the general fund—state appropriation for fiscal  
31 year 2018, \$5,496,000 of the general fund—state appropriation for  
32 fiscal year 2019, and \$7,784,000 of the general fund—federal  
33 appropriation are provided solely for additional staffing resources  
34 to provide direct care to clients living in the intermediate care  
35 facilities at Rainier school, Fircrest school, and Lakeland village  
36 to address deficiencies identified by the centers for medicare and  
37 medicaid services, and to gather information for the 2019 legislative  
38 session that will support appropriate levels of care for residential  
39 habilitation center clients.

1 (i) The department of social and health services must contract  
2 with the William D. Ruckelshaus center or other neutral party to  
3 facilitate meetings and discussions about how to support appropriate  
4 levels of care for residential habilitation clients based on the  
5 clients' needs and ages. The options explored in the meetings and  
6 discussions must include, but are not limited to, conversion of  
7 cottages from certification as an intermediate care facility to  
8 certification and licensure as a skilled nursing facility, developing  
9 a state operated nursing facility for eligible clients, and placement  
10 of additional clients from the residential habilitation centers into  
11 state operated living alternatives. An agreed-upon preferred vision  
12 must be included within a report to the office of financial  
13 management and appropriate fiscal and policy committees of the  
14 legislature before December 1, 2018. The report must describe the  
15 policy rationale, implementation plan, timeline, and recommended  
16 statutory changes for the preferred vision.

17 The parties invited to participate in the meetings and discussion  
18 must include:

19 (A) One member from each of the two largest caucuses in the  
20 senate, who shall be appointed by the majority leader and minority  
21 leader of the senate;

22 (B) One member from each of the two largest caucuses in the house  
23 of representatives, who shall be appointed by the speaker and  
24 minority leader of the house of representatives;

25 (C) One member from the office of the governor, appointed by the  
26 governor;

27 (D) One member from the developmental disabilities council;

28 (E) One member from the ARC of Washington;

29 (F) One member from the Washington federation of state employees;

30 (G) One member from the service employee international union  
31 1199;

32 (H) One member from the developmental disabilities administration  
33 within the department of social and health services;

34 (I) One member from the aging and long term support  
35 administration within the department of social and health services;  
36 and

37 (J) Two members who are family members or guardians of current  
38 residential habilitation center residents.

39 (ii) Before November 1, 2018, the department of social and health  
40 services must submit a report to the office of financial management

1 and the appropriate fiscal and policy committees of the legislature  
2 that includes the following information: All information provided for  
3 subsections A through D below must be provided so as to clearly  
4 identify data that represents the intermediate care facility versus  
5 the skilled nursing facility components of the residential  
6 habilitation centers.

7 (A) The current number of clients living in the residential  
8 habilitation centers from the most recent month of available data.  
9 The information must be provided by month for each cottage on each  
10 campus, and must distinguish between long-term and short-term  
11 admissions.

12 (B) The average age of clients living in the residential  
13 habilitation centers from fiscal year 2013 through fiscal year 2018.  
14 The information must be provided by month for each cottage on each  
15 campus.

16 (C) The number of staff, segmented by the type of position, at  
17 the residential habilitation centers from fiscal year 2013 through  
18 fiscal year 2018. The information must be provided by month for each  
19 cottage on each campus. Any staff that are not directly associated  
20 with a cottage must be provided separately for each campus.

21 (D) Ratios of staff to clients at the residential habilitation  
22 centers from fiscal year 2013 through fiscal year 2018. The ratios  
23 must include, but are not limited to, the number of direct care staff  
24 per client and the number of indirect care staff per client. The  
25 ratio of direct care staff per client must be provided by month for  
26 each cottage on each campus. The ratio of indirect care staff per  
27 client must be provided by month for each campus.

28 (E) The number of individuals with a developmental disability  
29 residing long term at the state psychiatric hospitals from fiscal  
30 year 2013 through fiscal year 2018. The information must be provided  
31 by month for each of the state psychiatric hospitals.

32 (F) The average age of individuals with a developmental  
33 disability residing long term at the state psychiatric hospitals from  
34 fiscal year 2013 through fiscal year 2018. The information must be  
35 provided by month for each of the state psychiatric hospitals.

36 (G) The following information pertinent to the goal of  
37 transitioning from the use of intermediate care facilities on  
38 residential habilitation center campuses to skilled nursing  
39 facilities, when appropriate to individual client needs and  
40 preferences, no later than January 1, 2021:

1 (I) An analysis of existing facilities that might serve as  
2 skilled nursing facilities, including options on residential  
3 habilitation center campuses and options off campus that might be  
4 purchased, rented, or leased by the state. The report must display  
5 location, closure date if applicable, and total bed capacity for each  
6 facility.

7 (II) The number of clients living in intermediate care facility  
8 cottages at the residential habilitation centers who meet the  
9 functional criteria for nursing facility level of care as determined  
10 by assessments conducted by the department.

11 (III) The number of clients living in intermediate care facility  
12 cottages at the residential habilitation centers whom, directly or  
13 through their legal guardian, express interest in or willingness to  
14 live in a skilled nursing facility in interviews and assessments  
15 conducted by the department.

16 (IV) A description of the process and a feasibility analysis for  
17 the transition of a cottage or multiple cottages at a residential  
18 habilitation center from certification as an intermediate care  
19 facility to certification and licensure as a skilled nursing facility  
20 no later than January 1, 2021. This section of the report must  
21 include, but is not limited to, a description of the role for the  
22 department of health, department of social and health services, and  
23 the centers for medicare and medicaid services.

24 (V) The estimated capital investment needed to transition a  
25 cottage, or multiple cottages, at a residential habilitation center  
26 from certification as an intermediate care facility to certification  
27 and licensure as a skilled nursing facility no later than January 1,  
28 2021.

29 (H) Options for the alternate use of buildings, vacant or  
30 occupied, at Fircrest, Rainier, Yakima valley, or Lakeland village.  
31 The suggestions must include but are not limited to expanding  
32 capacity for nursing care, dental care, and other specialty services  
33 for individuals with developmental or intellectual disabilities.

34 (I) Options for transferring the ownership of charitable,  
35 educational, penal, and reform institutions land on the Fircrest  
36 campus from the department of natural resources to the department of  
37 social and health services.

38 (I) Purchase of the charitable, educational, penal, and reform  
39 institutions land on the Fircrest campus by the department of social  
40 and health services. This option must include but is not limited to



1 the most recent appraisal of the value of charitable, educational,  
2 penal, and reform institutions land on the Fircrest campus.

3 (II) A land swap of equal value between the charitable,  
4 educational, penal, and reform institutions land on the Fircrest  
5 campus and other state-owned property.

6 (III) A combination of the options outlined within (I) and (II)  
7 of this subsection (g)(ii)(I).

8 (J) Options for the additional use of state operated living  
9 alternative placements to assist clients with the transition from an  
10 institutional setting to a community setting. The report must  
11 identify the number of clients who could transition into state  
12 operated living alternative placements, and the length of time  
13 necessary to transition clients into the additional placements.

14 (K) Options for establishing additional crisis stabilization  
15 services at the residential habilitation centers. The report must  
16 identify the operating costs, capital costs, timeline, and desired  
17 location associated with the additional capacity.

18 (L) Options for transferring individuals who have been residing  
19 long term at the state psychiatric hospitals into an alternative  
20 location, or multiple locations. One of the options must explore the  
21 possibility of transferring these individuals to the residential  
22 habilitation centers. For any option that is explored, the report  
23 must identify the operating costs, capital costs, timeline, and  
24 desired location associated with the additional capacity.

25 (M) The expenditures for overtime, prescription drugs, controlled  
26 substances, medical supplies, janitorial supplies, household  
27 supplies, maintenance supplies, and office supplies at the  
28 residential habilitation centers from fiscal year 2013 through fiscal  
29 year 2018. The information must be provided by month for each campus.  
30 The department must also provide the strategy, or strategies, that  
31 are being implemented to decrease expenditures for overtime,  
32 prescription drugs, controlled substances, medical supplies,  
33 janitorial supplies, household supplies, maintenance supplies, and  
34 office supplies at the residential habilitation centers.

35 (h) \$23,000 of the general fund—state appropriation for fiscal  
36 year 2019 and \$23,000 of the general fund—federal appropriation are  
37 provided solely to implement Substitute House Bill No. 2651 (personal  
38 needs allowance). If the bill is not enacted by June 30, 2018, the  
39 amounts provided in this subsection shall lapse.

(i) \$121,000 of the general fund—state appropriation for fiscal year 2018, \$41,000 of the general fund—state appropriation for fiscal year 2019, and \$161,000 of the general fund—federal appropriation are provided solely for the replacement of items destroyed by fire at the laundry facility at Fircrest, and for the transportation of laundry from Fircrest to Rainier.

(3) PROGRAM SUPPORT

|   |                              |
|---|------------------------------|
| General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$2,469,000</del> )) |
|   | <u>\$2,351,000</u>           |
| General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$2,531,000</del> )) |
|   | <u>\$2,400,000</u>           |
| General Fund—Federal Appropriation. . . . .         | (( <del>\$2,946,000</del> )) |
|   | <u>\$2,982,000</u>           |
| <u>Pension Funding Stabilization Account—State</u>  |                              |
| <u>Appropriation. . . . .</u>                       | <u>\$270,000</u>             |
| TOTAL APPROPRIATION. . . . .                        | (( <del>\$7,946,000</del> )) |
|   | <u>\$8,003,000</u>           |

(4) SPECIAL PROJECTS

|   |                           |
|---|---------------------------|
| General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$64,000</del> )) |
|   | <u>\$55,000</u>           |
| General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$64,000</del> )) |
|   | <u>\$62,000</u>           |
| General Fund—Federal Appropriation. . . . .         | \$1,092,000               |
| <u>Pension Funding Stabilization Account—State</u>  |                           |
| <u>Appropriation. . . . .</u>                       | <u>\$11,000</u>           |
| TOTAL APPROPRIATION. . . . .                        | \$1,220,000               |

**Sec. 206.** 2017 3rd sp.s. c 1 s 206 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—AGING AND ADULT SERVICES PROGRAM**

|   |                                  |
|---|----------------------------------|
| General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$1,099,017,000</del> )) |
|   | <u>\$1,077,208,000</u>           |
| General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$1,196,263,000</del> )) |
|   | <u>\$1,208,320,000</u>           |
| General Fund—Federal Appropriation. . . . .         | (( <del>\$2,839,653,000</del> )) |
|   | <u>\$2,844,955,000</u>           |
| General Fund—Private/Local Appropriation. . . . .   | (( <del>\$33,572,000</del> ))    |



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

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

8 (4) \$1,858,000 of the general fund—state appropriation for fiscal  
9 year 2018 and \$1,857,000 of the general fund—state appropriation for  
10 fiscal year 2019 are provided solely for operation of the volunteer  
11 services program. Funding shall be prioritized towards serving  
12 populations traditionally served by long-term care services to  
13 include senior citizens and persons with disabilities.

14 (5) \$14,674,000 of the general fund—state appropriation for  
15 fiscal year 2018, \$37,239,000 of the general fund—state appropriation  
16 for fiscal year 2019, and \$55,716,000 of the general fund—federal  
17 appropriation are provided solely for the implementation of the  
18 agreement reached between the governor and the service employees  
19 international union healthcare 775nw under the provisions of chapters  
20 74.39A and 41.56 RCW for the 2017-2019 fiscal biennium. Funding is  
21 contingent upon the enactment of Senate Bill No. 5969 (transparency  
22 in public employee collective bargaining). If the bill is not enacted  
23 by July 31, 2017, the appropriation in this subsection shall lapse.

24 (6) \$4,833,000 of the general fund—state appropriation for fiscal  
25 year 2018, \$13,413,000 of the general fund—state appropriation for  
26 fiscal year 2019, and \$22,812,000 of the general fund—federal  
27 appropriation are provided solely for the homecare agency parity  
28 impacts of the agreement between the governor and the service  
29 employees international union healthcare 775nw. Funding is contingent  
30 upon the enactment of Senate Bill No. 5969 (transparency in public  
31 employee collective bargaining). If the bill is not enacted by July  
32 31, 2017, the appropriation in this subsection shall lapse.

33 (7) \$5,094,000 of the general fund—state appropriation for fiscal  
34 year 2018 and \$5,094,000 of the general fund—state appropriation for  
35 fiscal year 2019 are provided solely for services and support to  
36 individuals who are deaf, hard of hearing, or deaf-blind.

37 (8) The department may authorize a one-time waiver of all or any  
38 portion of the licensing and processing fees required under RCW  
39 70.128.060 in any case in which the department determines that an

1 adult family home is being relicensed because of exceptional  
2 circumstances, such as death or incapacity of a provider, and that to  
3 require the full payment of the licensing and processing fees would  
4 present a hardship to the applicant. In these situations the  
5 department is also granted the authority to waive the required  
6 residential administrator training for a period of 120 days if  
7 necessary to ensure continuity of care during the relicensing  
8 process.

9 (9) In accordance with RCW 18.390.030, the biennial registration  
10 fee for continuing care retirement communities shall be \$1,889 for  
11 each facility.

12 (10) \$234,000 of the general fund—state appropriation for fiscal  
13 year 2018 and (~~(\$234,000)~~) \$479,000 of the general fund—state  
14 appropriation for fiscal year 2019 are provided solely for the  
15 kinship navigator program in the Colville Indian reservation, Yakama  
16 Nation, and other tribal areas.

17 (11) \$42,000 of the general fund—state appropriation for fiscal  
18 year 2018, \$127,000 of the general fund—state appropriation for  
19 fiscal year 2019, and \$169,000 of the general fund—federal  
20 appropriation are provided solely to implement chapter 270, Laws of  
21 2017 (SB 5118) (personal needs allowance).

22 (12) Within available funds, the aging and long term support  
23 administration must maintain a unit within adult protective services  
24 that specializes in the investigation of financial abuse allegations  
25 and self-neglect allegations.

26 (13) Within amounts appropriated in this subsection, the  
27 department shall assist the legislature to continue the work of the  
28 joint legislative executive committee on planning for aging and  
29 disability issues.

30 (a) A joint legislative executive committee on aging and  
31 disability is continued, with members as provided in this subsection.

32 (i) Four members of the senate, with the leaders of the two  
33 largest caucuses each appointing two members, and four members of the  
34 house of representatives, with the leaders of the two largest  
35 caucuses each appointing two members;

36 (ii) A member from the office of the governor, appointed by the  
37 governor;

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

1 (iv) The director of the health care authority or his or her  
2 designee;

3 (v) A member from disability rights Washington and a member from  
4 the office of long-term care ombuds;

5 (vi) The insurance commissioner or his or her designee, who shall  
6 serve as an ex officio member; and

7 (vii) Other agency directors or designees as necessary.

8 (b) The committee must make recommendations and continue to  
9 identify key strategic actions to prepare for the aging of the  
10 population in Washington, including state budget and policy options,  
11 by conducting at least, but not limited to, the following tasks:

12 (i) Identify strategies to better serve the health care needs of  
13 an aging population and people with disabilities to promote healthy  
14 living and palliative care planning;

15 (ii) Identify strategies and policy options to create financing  
16 mechanisms for long-term service and supports that allow individuals  
17 and families to meet their needs for service;

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

21 (iv) Identify ways to promote advance planning and advance care  
22 directives and implementation strategies for the Bree collaborative  
23 palliative care and related guidelines;

24 (v) Identify ways to meet the needs of the aging demographic  
25 impacted by reduced federal support;

26 (vi) Identify ways to protect the rights of vulnerable adults  
27 through assisted decision-making and guardianship and other relevant  
28 vulnerable adult protections;

29 (vii) Identify options for promoting client safety through  
30 residential care services and consider methods of protecting older  
31 people and people with disabilities from physical abuse and financial  
32 exploitation;

33 (viii) Identify other policy options and recommendations to help  
34 communities adapt to the aging demographic in planning for housing,  
35 land use, and transportation; and

36 (ix) Identify ways to support individuals with developmental  
37 disabilities with long-term care needs who are enrolled members of a  
38 federally recognized Indian tribe, or residing in the household of an  
39 enrolled members of a federally recognized Indian tribe, and are  
40 receiving care from a family member.

1 (c) At least one committee meeting must be devoted to the  
2 exploration of legislation that would allow family members to provide  
3 personal care services to persons with developmental disabilities or  
4 long-term care needs under a voluntary consumer-directed medicaid  
5 service program. During the meeting, the committee should hear  
6 testimony from as many impacted parties as possible, including  
7 clients, providers, advocacy groups, and staff from state agencies.  
8 Testimony should explore program design, program oversight, necessary  
9 statutory changes, barriers to implementation, fiscal estimates, and  
10 timeline for implementation.

11 (d) Staff support for the committee shall be provided by the  
12 office of program research, senate committee services, the office of  
13 financial management, and the department of social and health  
14 services.

15 (e) Within existing appropriations, the cost of meetings must be  
16 paid jointly by the senate, house of representatives, and the office  
17 of financial management. Joint committee expenditures are subject to  
18 approval by the senate facilities and operations committee and the  
19 house of representatives executive rules committee, or their  
20 successor committees. The joint committee members may be reimbursed  
21 for travel expenses as authorized under RCW 43.03.050 and 43.03.060,  
22 and chapter 44.04 RCW as appropriate. Advisory committee members may  
23 not receive compensation or reimbursement for travel and expenses.

24 (14)(a) The department of social and health services must  
25 facilitate a stakeholder work group consisting of assisted living  
26 provider associations and the state long-term care ombuds in a  
27 collaborative effort to redesign the medicaid payment methodology for  
28 contracted assisted living, adult residential care, and enhanced  
29 adult residential care. The department must submit a report with the  
30 final work group recommendations to the appropriate legislative  
31 committees by November 30, 2017. A proposed timeline for  
32 implementation of the new methodology must be included in the report.  
33 The new methodology must:

34 (i) Adhere to the standards of an acuity-based payment system as  
35 originally intended by the legislature, and the department will rely  
36 on the time study conducted in 2003 in establishing the acuity scale;

37 (ii) Create a standardized methodology that supports a reasonable  
38 medicaid payment that promotes access, choice, and quality;

1 (iii) Incorporate metrics such as medians, lids, floors, and  
2 other options that provide flexibility to adjust to economic  
3 conditions while maintaining the integrity of the methodology;

4 (iv) Be supported by relevant, reliable, verifiable, and  
5 independent data to the extent possible; and

6 (v) To the extent possible, repurpose and streamline data sources  
7 and modeling that the aging and long-term support administration uses  
8 for other rate-setting processes.

9 (b) In developing payment metrics for medicaid-covered services,  
10 staff and service requirements must be reviewed for assisted living,  
11 adult residential care, and enhanced adult residential care as  
12 described in chapters 74.39A and 18.20 RCW. At a minimum, the  
13 proposed rate methodology must include a component that recognizes  
14 staffing for intermittent nursing and personal care services. Service  
15 area adjustments based on population density must be reviewed and  
16 compared with other options to recognize high-cost areas. The most  
17 recent and complete wage data available through the bureau of labor  
18 statistics must also be included for review and consideration. The  
19 methodology work group must consider operational requirements and  
20 indirect services in developing the model. The work group must  
21 include a rate component that recognizes statutory and regulatory  
22 physical plant requirements. The work group must review and consider  
23 physical plant requirements for assisted living as described in  
24 chapter 51.50 RCW. A fair rental valuation must be reviewed and  
25 considered as an option for the capital component. The recognition of  
26 food for medicaid residents must also be included in the work group  
27 considerations. The department's current methodology to address room  
28 and board requirements, and the appropriateness of the continued use  
29 of the 2003 time study and whether it can be reasonably adjusted or  
30 whether a new time study should be conducted, must be reviewed and  
31 considered by the work group.

32 (15) Within amounts appropriated in this section, the department  
33 must pay medicaid nursing facility payment rates for public hospital  
34 district providers in rural communities as defined under chapter  
35 70.44 RCW that are no less than June 30, 2016, reimbursement levels.  
36 This action is intended to assure continued access to essential  
37 services in rural communities.

38 (16) \$5,370,000 of the general fund—state appropriation for  
39 fiscal year 2018, \$10,199,000 of the general fund—state appropriation



1 for fiscal year 2019, and \$18,346,000 of the general fund—federal  
2 appropriation are provided solely for a targeted vendor rate increase  
3 to contracted client service providers.

4 (a) Within the amounts provided in this subsection, \$2,763,000 of  
5 the general fund—state appropriation for fiscal year 2018, \$5,741,000  
6 of the general fund—state appropriation for fiscal year 2019, and  
7 \$9,775,000 of the general fund—federal appropriation are provided  
8 solely for a vendor rate increase of two percent in fiscal year 2018  
9 and an additional two percent in fiscal year 2019 for all contracted  
10 vendors with the exception of nursing home providers, the program of  
11 all-inclusive care for the elderly, nurse delegators, community  
12 residential service providers, individual providers, agency  
13 providers, and adult family homes.

14 (b) Within the amounts provided in this subsection, \$2,607,000 of  
15 the general fund—state appropriation for fiscal year 2018, \$4,458,000  
16 of the general fund—state appropriation for fiscal year 2019, and  
17 \$8,571,000 of the general fund—federal appropriation are provided  
18 solely to increase vendor rates for nursing homes, assisted living  
19 facilities including adult residential care and enhanced adult  
20 residential care, adult day health and adult day care providers, and  
21 home care agency administration in the 2017-2019 fiscal biennium up  
22 to the statewide minimum wage established in Initiative Measure No.  
23 1433.

24 (17) \$4,815,000 of the general fund—state appropriation for  
25 fiscal year 2018, \$8,527,000 of the general fund—state appropriation  
26 for fiscal year 2019, and \$12,277,000 of the general fund—federal  
27 appropriation are provided solely to create new community alternative  
28 placement beds that prioritize the transition of clients who are  
29 ready for discharge from the state psychiatric hospitals, but who  
30 have additional long-term care or developmental disability needs.

31 (a) Community alternative placement beds include enhanced service  
32 facility beds, adult family home beds, skilled nursing facility beds,  
33 shared supportive housing beds, state operated living alternative  
34 beds, and assisted living facility beds.

35 (b) Each client must receive an individualized assessment prior  
36 to leaving one of the state psychiatric hospitals. The individualized  
37 assessment must identify and authorize personal care, nursing care,  
38 behavioral health stabilization, physical therapy, or other necessary  
39 services to meet the unique needs of each client. It is the

1 expectation that, in most cases, staffing ratios in all community  
2 alternative placement options described in (a) of this subsection  
3 will need to increase to meet the needs of clients leaving the state  
4 psychiatric hospitals. If specialized training is necessary to meet  
5 the needs of a client before he or she enters a community placement,  
6 then the person centered service plan must also identify and  
7 authorize this training.

8 (c) When reviewing placement options, the department must  
9 consider the safety of other residents, as well as the safety of  
10 staff, in a facility. An initial evaluation of each placement,  
11 including any documented safety concerns, must occur within thirty  
12 days of a client leaving one of the state psychiatric hospitals and  
13 entering one of the community placement options described in (a) of  
14 this subsection. At a minimum, the department must perform two  
15 additional evaluations of each placement during the first year that a  
16 client has lived in the facility.

17 (d) During fiscal year 2018, in a presentation to the select  
18 committee on quality improvement in state hospitals, the department  
19 must describe the process of fielding and subsequently investigating  
20 complaints of abuse, neglect, and exploitation within the community  
21 alternative placement options described in (a) of this subsection. At  
22 a minimum, the presentation must include data about the number of  
23 complaints, and the nature of complaints, over the preceding five  
24 fiscal years.

25 (e) During fiscal year 2019, in a presentation to the select  
26 committee on quality improvement in state hospitals, the department  
27 must provide an update about clients placed out of the state  
28 psychiatric hospitals into the community alternative placement  
29 options described in (a) of this subsection. At a minimum, for each  
30 setting, the presentation must include data about the number of  
31 placements, average daily rate, complaints fielded, and complaints  
32 investigated. The presentation must also include information about  
33 modifications, including the placement of clients into alternate  
34 settings, that occurred due to the evaluations required under (c) of  
35 this subsection.

36 In developing bed capacity, the department shall consider the  
37 complex needs of individuals waiting for discharge from the state  
38 psychiatric hospitals.

39 (18) \$315,000 of the general fund—state appropriation for fiscal  
40 year 2018, \$315,000 of the general fund—state appropriation for

1 fiscal year 2019, and \$630,000 of the general fund—federal  
2 appropriation are provided solely for discharge case managers  
3 stationed at the state psychiatric hospitals. Discharge case managers  
4 will transition clients ready for hospital discharge into less  
5 restrictive alternative community placements. The transition of  
6 clients ready for discharge will free up bed capacity at the state  
7 psychiatric hospitals.

8 (19) \$135,000 of the general fund—state appropriation for fiscal  
9 year 2018, \$135,000 of the general fund—state appropriation for  
10 fiscal year 2019, and \$270,000 of the general fund—federal  
11 appropriation are provided solely for financial service specialists  
12 stationed at the state psychiatric hospitals. Financial service  
13 specialists will help to transition clients ready for hospital  
14 discharge into alternative community placements. The transition of  
15 clients ready for discharge will free up bed capacity at the state  
16 hospitals.

17 (20) \$5,007,000 of the general fund—state appropriation for  
18 fiscal year 2018, \$5,143,000 of the general fund—state appropriation  
19 for fiscal year 2019, and \$10,154,000 of the general fund—federal  
20 appropriation are provided solely to implement chapter 286, Laws of  
21 2017 (SB 5715) (nursing home payments).

22 (21) \$750,000 of the general fund—state appropriation for fiscal  
23 year 2018 and \$750,000 of the general fund—state appropriation for  
24 fiscal year 2019 are provided solely to implement chapter 287, Laws  
25 of 2017 (SB 5736) (nutrition programs).

26 (22) \$183,000 of the general fund—state appropriation for fiscal  
27 year 2018, \$92,000 of the general fund—state appropriation for fiscal  
28 year 2019, and \$2,479,000 of the general fund—federal appropriation  
29 are provided solely to finish the programming necessary to give the  
30 department the ability to pay individual provider overtime when hours  
31 over 40 hours per week are authorized for payment and are subject to  
32 the conditions, limitations, and review provided in section 724 of  
33 this act.

34 (23) \$229,000 of the general fund—state appropriation for fiscal  
35 year 2018, \$229,000 of the general fund—state appropriation for  
36 fiscal year 2019, and \$458,000 of the general fund—federal  
37 appropriation are provided solely to increase the daily rate for  
38 private duty nursing in adult family homes by \$63.77.

1 (24) \$246,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$313,000 of the general fund—federal appropriation are  
3 provided solely to implement Senate Bill No. . . . (S-2907.2). If the  
4 bill is not enacted by July 31, 2017, the amounts provided in this  
5 subsection shall lapse.

6 (25)(a) No more than \$41,388,000 of the general fund—federal  
7 appropriation may be expended for tailored support for older adults  
8 and medicaid alternative care described in initiative 2 of the  
9 medicaid transformation demonstration waiver under healthier  
10 Washington. The department shall not increase general fund—state  
11 expenditures on this initiative. The secretary in collaboration with  
12 the director of the health care authority shall report to the joint  
13 select committee on health care oversight no less than quarterly on  
14 financial and health outcomes. The secretary in cooperation with the  
15 director shall also report to the fiscal committees of the  
16 legislature all of the expenditures of this subsection and shall  
17 provide such fiscal data in the time, manner, and form requested by  
18 the legislative fiscal committees.

19 (b) No more than \$2,200,000 of the general fund—federal  
20 appropriation may be expended for supported housing and employment  
21 services described in initiative 3a and 3b of the medicaid  
22 transformation demonstration waiver under healthier Washington. Under  
23 this initiative, the department and the health care authority shall  
24 ensure that allowable and necessary services are provided to eligible  
25 clients as identified by the department or its providers third party  
26 administrator. The department and the authority in consultation with  
27 the medicaid forecast work group shall ensure that reasonable  
28 reimbursements are established for services deemed necessary within  
29 an identified limit per individual. The department shall not increase  
30 general fund—state expenditures under this initiative. The secretary  
31 in cooperation with the director shall report to the joint select  
32 committee on health care oversight no less than quarterly on  
33 financial and health outcomes. The secretary in cooperation with the  
34 director shall also report to the fiscal committees of the  
35 legislature all of the expenditures of this subsection and shall  
36 provide such fiscal data in the time, manner, and form requested by  
37 the legislative fiscal committees.

38 (26) \$351,000 of the general fund—state appropriation for fiscal  
39 year 2018, \$421,000 of the general fund—state appropriation for

1 fiscal year 2019, and \$1,012,000 of the general fund—federal  
2 appropriation are provided solely for increasing the hourly rate for  
3 nurse delegators from \$32.96 to \$45.32 effective September 1, 2017.

4 (27) \$10,017,000 of the general fund—state appropriation for  
5 fiscal year 2018, \$13,111,000 of the general fund—state appropriation  
6 for fiscal year 2019, and \$29,104,000 of the general fund—federal  
7 appropriation are provided solely for the implementation of an  
8 agreement reached between the governor and the adult family home  
9 council under the provisions of chapter 41.56 RCW for the 2017-2019  
10 fiscal biennium. Funding is contingent upon the enactment of Senate  
11 Bill No. 5969 (transparency in public employee collective  
12 bargaining). If the bill is not enacted by July 31, 2017, the amounts  
13 provided in this subsection shall lapse.

14 (28) \$217,000 of the general fund—state appropriation for fiscal  
15 year 2019 and \$1,949,000 of the general fund—federal appropriation  
16 are provided solely for the development of an information technology  
17 solution that is flexible enough to accommodate all service providers  
18 impacted by the requirements for electronic visit verification  
19 outlined in the 21st century cures act.

20 (29) \$40,000 of the general fund—state appropriation for fiscal  
21 year 2019 and \$40,000 of the general fund—federal appropriation are  
22 provided solely for the department, in partnership with the  
23 department of health and the health care authority, to assist a  
24 collaborative public-private entity with implementation of  
25 recommendations in the state plan to address alzheimer's disease and  
26 other dementias.

27 (30) \$1,813,000 of the general fund—private/local appropriation  
28 and \$674,000 of the general fund—federal appropriation are provided  
29 solely to implement Substitute House Bill No. 1792 (residential  
30 services and supports). The annual certification renewal fee for  
31 community residential service businesses shall be \$908 per client.  
32 The annual certification renewal fee may not exceed the department's  
33 annual licensing and oversight activity costs. If the bill is not  
34 enacted by June 30, 2018, the amounts provided in this subsection  
35 shall lapse.

36 (31) \$1,000,000 of the general fund—state appropriation for  
37 fiscal year 2019 and \$1,200,000 of the general fund—federal  
38 appropriation are provided solely to maintain client access to  
39 medicaid contracted assisted living, enhanced adult residential care,

1 and adult residential care services under chapter 74.39A RCW.  
2 Licensed assisted living facilities that contract with the department  
3 to serve medicaid clients under these specified contract types must  
4 have an average medicaid occupancy of at least sixty percent,  
5 determined using the medicaid days from the immediately preceeding  
6 calendar year during the months of July 1st through December 31st to  
7 qualify for additional funding under this subsection.

8 (32) \$615,000 of the general fund—state appropriation for fiscal  
9 year 2019 and \$698,000 of the general fund—federal appropriation are  
10 provided solely to implement Substitute House Bill No. 2651 (personal  
11 needs allowance). If the bill is not enacted by June 30, 2018, the  
12 amounts provided in this subsection shall lapse.

13 (33) \$166,000 of the general fund—state appropriation for fiscal  
14 year 2018, \$800,000 of the general fund—state appropriation for  
15 fiscal year 2019, and \$1,510,000 of the general fund—federal  
16 appropriation are provided solely to implement Engrossed Substitute  
17 Senate Bill No. 6199 (consumer directed employer organizations). If  
18 the bill is not enacted by June 30, 2018, the amounts provided in  
19 this subsection shall lapse.

20 (34) \$100,000 of the general fund—state appropriation for fiscal  
21 year 2019 and \$100,000 of the general fund—federal appropriation are  
22 provided solely for the department of social and health services  
23 aging and long-term support administration to contract for an updated  
24 actuarial model of the 2016 independent feasibility study and  
25 actuarial modeling of public and private options for leveraging  
26 private resources to help individuals prepare for long-term services  
27 and supports needs. The follow-up study must model alternative  
28 variations of the previously studied public long-term care benefit  
29 for workers, funded through a payroll deduction that would provide a  
30 time-limited long-term care insurance benefit, including but not  
31 limited to alternative minimum hours worked per year for vesting.

32 (b) The feasibility study and actuarial analysis must include  
33 input from the joint legislative executive committee on aging and  
34 disability and other interested stakeholders, and must include an  
35 analysis of each variation based on:

- 36 (i) The expected costs and benefits for participants;  
37 (ii) The total anticipated number of participants;  
38 (iii) The projected savings to the state medicaid program, if  
39 any; and

1 (iv) Legal and financial risks to the state.

2 (c) The department must provide status updates to the joint  
3 legislative executive committee on aging and disability. The  
4 feasibility study and actuarial analysis shall be completed and  
5 submitted to the department by September 1, 2018. The department  
6 shall submit a report, including the director's findings and  
7 recommendations based on the feasibility study and actuarial  
8 analysis, to the governor and the appropriate committees of the  
9 legislature by October 1, 2018.

10 (35) \$50,000 of the general fund—state appropriation for fiscal  
11 year 2019 and \$50,000 of the general fund—federal appropriation are  
12 provided solely for the department of social and health services  
13 aging and long-term support administration to contract with the area  
14 agencies on aging to convene a work group to include long-term care  
15 industry members, family members who provide long-term services and  
16 supports, and other groups with interest in long-term services and  
17 supports to develop a proposal on how family members could be  
18 included as providers of long-term services and supports under the  
19 previously studied public long-term care benefit. The work group  
20 shall review options and propose:

21 (a) Minimum qualifications that would allow a family caregiver to  
22 serve as a long-term services and supports provider, which may:

23 (i) Be distinct from the qualifications on the effective date of  
24 this act for individual providers;

25 (ii) Require training based primarily on the individual needs and  
26 preferences of the beneficiary;

27 (iii) Take into account the existing relationship between the  
28 family caregiver and the beneficiary, the duration of the caregiving  
29 experience, and the type of care being provided.

30 (b) Administrative program options for providing compensation,  
31 benefits, and protections for family caregivers, considering cost-  
32 effectiveness and administrative simplification. The program options  
33 shall consider how to preserve the quality of the long-term care  
34 workforce and must include worker protections and benefits.

35 (c) The work group shall develop recommendations and provide the  
36 recommendations to the joint legislative and executive committee on  
37 aging and disability by November 15, 2018.

38 **Sec. 207.** 2017 3rd sp.s. c 1 s 207 (uncodified) is amended to  
39 read as follows:

1 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—ECONOMIC SERVICES**  
2 **PROGRAM**

|    |   |                                  |
|----|---|----------------------------------|
| 3  | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$396,063,000</del> ))   |
| 4  |   | <u>\$362,611,000</u>             |
| 5  | General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$415,638,000</del> ))   |
| 6  |   | <u>\$373,055,000</u>             |
| 7  | General Fund—Federal Appropriation. . . . .         | (( <del>\$1,421,095,000</del> )) |
| 8  |   | <u>\$1,443,711,000</u>           |
| 9  | General Fund—Private/Local Appropriation. . . . .   | \$5,144,000                      |
| 10 | Administrative Contingency Account—State            |                                  |
| 11 | Appropriation. . . . .                              | \$5,400,000                      |
| 12 | <u>Pension Funding Stabilization Account—State</u>  |                                  |
| 13 | <u>Appropriation. . . . .</u>                       | <u>\$29,264,000</u>              |
| 14 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$2,243,340,000</del> )) |
| 15 |   | <u>\$2,219,185,000</u>           |

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

18 (1)(a) ((~~\$155,022,000~~)) \$125,399,000 of the general fund—state  
19 appropriation for fiscal year 2018, ((~~\$160,136,000~~)) \$124,458,000 of  
20 the general fund—state appropriation for fiscal year 2019,  
21 \$836,761,000 of the general fund—federal appropriation, ((and))  
22 \$5,400,000 of the administrative contingency account—state  
23 appropriation, and \$8,155,000 of the pension funding stabilization  
24 account—state appropriation are provided solely for all components of  
25 the WorkFirst program. Within the amounts provided for the WorkFirst  
26 program, the department may provide assistance using state-only funds  
27 for families eligible for temporary assistance for needy families.  
28 The department must create a WorkFirst budget structure that allows  
29 for transparent tracking of budget units and subunits of expenditures  
30 where these units and subunits are mutually exclusive from other  
31 department budget units. The budget structure must include budget  
32 units for the following: Cash assistance, child care, WorkFirst  
33 activities, and administration of the program. Within these budget  
34 units, the department must develop program index codes for specific  
35 activities and develop allotments and track expenditures using these  
36 codes. The department shall report to the office of financial  
37 management and the relevant fiscal and policy committees of the  
38 legislature prior to adopting a structure change.



1 (b) (~~(\$267,057,000)~~) \$260,135,000 of the amounts in (a) of this  
2 subsection are provided solely for assistance to clients, including  
3 grants, diversion cash assistance, and additional diversion emergency  
4 assistance including but not limited to assistance authorized under  
5 RCW 74.08A.210. The department may use state funds to provide support  
6 to working families that are eligible for temporary assistance for  
7 needy families but otherwise not receiving cash assistance. Within  
8 amounts provided in (b) of this subsection, \$1,622,000 of the general  
9 fund—state appropriation for fiscal year 2019 is provided solely for  
10 implementation of Engrossed Substitute Senate Bill No. 5890 (foster  
11 care and adoption). If the bill is not enacted by July 31, 2017, the  
12 amount provided in this subsection shall lapse. Of the amounts  
13 provided in this subsection (1)(b), \$8,975,000 of the general fund—  
14 state appropriation for fiscal year 2019 is provided solely for the  
15 department to increase the grant standard.

16 (c) (~~(\$168,005,000)~~) \$158,444,000 of the amounts in (a) of this  
17 subsection are provided solely for WorkFirst job search, education  
18 and training activities, barrier removal services, limited English  
19 proficiency services, and tribal assistance under RCW 74.08A.040. The  
20 department must allocate this funding based on client outcomes and  
21 cost effectiveness measures. Amounts provided in (c) of this  
22 subsection include funding for implementation of chapter 156, Laws of  
23 2017 (2SSB 5347) (WorkFirst "work activity"). Within amounts provided  
24 in (c) of this subsection, the department shall implement the working  
25 family support program. The department shall adopt rules to take  
26 effect July 31, 2017, to limit the working family support program at  
27 10,000 households.

28 ((+)) \$1,700,000 of the funds appropriated in (c) of this  
29 subsection are provided solely for enhanced transportation assistance  
30 provided that the department prioritize the use of these funds for  
31 the recipients most in need of financial assistance to facilitate  
32 their return to work. The department must not utilize these funds to  
33 supplant repayment arrangements that are currently in place to  
34 facilitate the reinstatement of drivers' licenses.

35 (~~((ii) Prior to renewal of intergovernmental TANF agreements with~~  
36 ~~a tribe, the department shall request information on the total~~  
37 ~~expenditures and total number of clients served in the tribal TANF~~  
38 ~~program. When the per client costs in the tribal TANF program have~~  
39 ~~increased since the initial agreement, the department may negotiate a~~  
40 ~~lower state maintenance of effort level based on the increased~~

1 resources provided by the tribe since the original agreement. The  
2 department shall report to the office of financial management and the  
3 fiscal committees of the legislature the revised amount of the state  
4 maintenance of effort level within two weeks of each newly signed  
5 intergovernmental TANF agreement.)

6 (d)(i) (~~(\$501,608,000)~~) \$477,054,000 of the amounts in (a) of  
7 this subsection are provided solely for the working connections child  
8 care program under RCW 43.215.135. In order to not exceed the  
9 appropriated amount, the department shall manage the program so that  
10 the average monthly caseload does not exceed 33,000 households and  
11 the department shall give prioritized access into the program  
12 according to the following order:

13 (A) Families applying for or receiving temporary assistance for  
14 needy families (TANF);

15 (B) TANF families curing sanction;

16 (C) Foster children;

17 (D) Families that include a child with special needs;

18 (E) Families in which a parent of a child in care is a minor who  
19 is not living with a parent or guardian and who is a full-time  
20 student in a high school that has a school-sponsored on-site child  
21 care center;

22 (F) Families with a child residing with a biological parent or  
23 guardian who have received child protective services, child welfare  
24 services, or a family assessment response from the department in the  
25 past six months, and has received a referral for child care as part  
26 of the family's case management.

27 (G) Families that received subsidies within the last thirty days  
28 and:

29 (I) Have reapplied for subsidies; and

30 (II) Have household income of two hundred percent federal poverty  
31 level or below; and

32 (H) All other eligible families.

33 (ii) The department, within existing appropriations, must ensure  
34 quality control measures for the working connections child care  
35 program by maximizing the use of information technology systems and  
36 the development or modification of the application and standard  
37 operating procedures to ensure that cases are:

38 (A) Appropriately and accurately processed; and

39 (B) Routinely monitored for eligibility in a manner that is  
40 similar to processes and systems currently in place for regular

1 monitoring in other public assistance programs. Eligibility criteria  
2 routinely monitored must include, at a minimum:

3 (I) Participation in work or other approved activities;

4 (II) Household composition; and

5 (III) Maximum number of subsidized child care hours authorized.

6 The department must submit a preliminary report by December 1, 2017,  
7 and a final report by December 1, 2018, to the governor and the  
8 appropriate fiscal and policy committees of the legislature detailing  
9 the specific actions taken to implement this subsection.

10 (iii) Of the amounts provided in (d) of this subsection,  
11 \$4,620,000 of the appropriation for fiscal year 2018 and \$4,792,000  
12 of the appropriation for fiscal year 2019 are provided for a base  
13 rate increase, a rate increase for Family Friend and Neighbor  
14 providers, covering an increase for health insurance premiums, and  
15 increasing paid professional development days from three days to five  
16 days. This funding is for the 2017-2019 collective bargaining  
17 agreement covering family child care providers as set forth in  
18 section 940 of this act.

19 (iv) Of the amounts provided in (d) of this subsection,  
20 \$8,547,000 of the general fund—state appropriation for fiscal year  
21 2018 and \$10,438,000 of the general fund—state appropriation for  
22 fiscal year 2019 are provided solely for subsidy base rate increases  
23 for child care center providers.

24 (e) \$34,248,000 of the general fund—federal appropriation is  
25 provided solely for child welfare services within the department of  
26 children, youth, and families.

27 (f) (~~(\$170,442,000)~~) \$170,292,000 of the amounts in (1)(a) of  
28 this section are provided solely for WorkFirst and working  
29 connections child care administration and overhead. \$127,000 of the  
30 funds appropriated in this subsection for fiscal year 2019 are  
31 provided solely for implementation of chapter 9, Laws of 2017 3rd sp.  
32 sess. (working connections child care).

33 (g) The amounts in subsections (1)(b) through (e) of this section  
34 shall be expended for the programs and in the amounts specified.  
35 However, the department may transfer up to 10 percent of funding  
36 between subsections (1)(b) through (f) of this section. The  
37 department shall provide notification prior to any transfer to the  
38 office of financial management and to the appropriate legislative  
39 committees and the legislative-executive WorkFirst oversight task

1 force. The approval of the director of financial management is  
2 required prior to any transfer under this subsection.

3 (h) Each calendar quarter, the department shall provide a  
4 maintenance of effort and participation rate tracking report for  
5 temporary assistance for needy families to the office of financial  
6 management, the appropriate policy and fiscal committees of the  
7 legislature, and the legislative-executive WorkFirst oversight task  
8 force. The report must detail the following information for temporary  
9 assistance for needy families:

10 (i) An overview of federal rules related to maintenance of  
11 effort, excess maintenance of effort, participation rates for  
12 temporary assistance for needy families, and the child care  
13 development fund as it pertains to maintenance of effort and  
14 participation rates;

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

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

20 (iv) The status of reportable federal participation rate  
21 requirements, including any impact of excess maintenance of effort on  
22 participation targets;

23 (v) Potential new sources of maintenance of effort and progress  
24 to obtain additional maintenance of effort; and

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

28 (i) In the 2017-2019 fiscal biennium, it is the intent of the  
29 legislature to provide appropriations from the state general fund for  
30 the purposes of (b) through (f) of this subsection if the department  
31 does not receive additional federal temporary assistance for needy  
32 families contingency funds in each fiscal year as assumed in the  
33 budget outlook.

34 (j) The department must submit a report by December 1, 2018, to  
35 the governor and the appropriate fiscal and policy committees of the  
36 legislature that estimates the caseload and fiscal impact of  
37 returning to pre-2011 temporary assistance for needy families  
38 policies. At a minimum, the report must include an analysis of the  
39 caseload and fiscal impact of:

40 (i) Removing the sixty-month lifetime limit;

1 (ii) Lessening sanction policies; and

2 (iii) No longer requiring the WorkFirst orientation.

3 (2) \$1,657,000 of the general fund—state appropriation for fiscal  
4 year 2018 and \$1,657,000 of the general fund—state appropriation for  
5 fiscal year 2019 are provided solely for naturalization services.

6 (3) \$2,366,000 of the general fund—state appropriation for fiscal  
7 year 2018 is provided solely for employment services for refugees and  
8 immigrants, of which \$1,774,000 is provided solely for the department  
9 to pass through to statewide refugee and immigrant assistance  
10 organizations for limited English proficiency pathway services; and  
11 \$2,366,000 of the general fund—state appropriation for fiscal year  
12 2019 is provided solely for employment services for refugees and  
13 immigrants, of which \$1,774,000 is provided solely for the department  
14 to pass through to statewide refugee and immigrant assistance  
15 organizations for limited English proficiency pathway services.

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

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

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

34 (7) (~~(\$433,000)~~) \$856,000 of the general fund—state appropriation  
35 for fiscal year 2018, (~~(\$451,000)~~) \$1,848,000 of the general fund—  
36 state appropriation for fiscal year 2019, and (~~(\$6,451,000)~~)  
37 \$16,267,000 of the general fund—federal appropriation are provided  
38 solely for ESAR Architectural Development and are subject to the

1 conditions, limitations, and review provided in section 724 of this  
2 act.

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

9 (9) \$750,000 of the general fund—state appropriation for fiscal  
10 year 2018 and \$750,000 of the general fund—state appropriation for  
11 fiscal year 2019 are provided solely for operational support of the  
12 Washington information network 211 organization.

13 (10) \$90,000 of the general fund—state appropriation for fiscal  
14 year 2018, \$8,000 of the general fund—state appropriation for fiscal  
15 year 2019, and \$36,000 of the general fund—federal appropriation are  
16 provided solely for implementation of chapter 270, Laws of 2017 (SB  
17 5118) (personal needs allowance).

18 (11) (~~(\$127,000 of the general fund state appropriation for~~  
19 ~~fiscal year 2019 is provided solely for implementation of Substitute~~  
20 ~~House Bill No. 1624 (working connections child care). If the bill is~~  
21 ~~not enacted by July 31, 2017, the amount provided in this subsection~~  
22 ~~shall lapse.)) \$438,000 of the general fund—state appropriation for  
23 fiscal year 2019 is provided solely for the implementation of  
24 Engrossed Second Substitute House Bill No. 1831 (public assistance/  
25 resources). If the bill is not enacted by June 30, 2018, the amount  
26 provided in this subsection shall lapse.~~

27 (12) \$43,000 of the general fund—state appropriation for fiscal  
28 year 2018 and \$16,000 of the general fund—state appropriation for  
29 fiscal year 2019 are provided solely for the implementation of  
30 Engrossed Second Substitute Bill No. 2667 (essential needs/ABD  
31 programs). If the bill is not enacted by June 30, 2018, the amount  
32 provided in this subsection shall lapse.

33 (13) \$58,000 of the general fund—state appropriation for fiscal  
34 year 2019 is provided solely for the implementation of Substitute  
35 House Bill No. 2651 (personal needs allowance). If the bill is not  
36 enacted by June 30, 2018, the amount provided in this subsection  
37 shall lapse.

38 (14) \$5,000,000 of the general fund—federal appropriation is  
39 provided solely for the resources to initiate successful employment

1 program. The department shall submit a preliminary report of its  
2 findings of the impact of this program on increasing employment to  
3 the appropriate committees of the legislature no later than January  
4 1, 2019, with a final report submitted no later than June 30, 2019.

5 (15) \$121,000 of the general fund—state appropriation for fiscal  
6 year 2019 is provided solely for implementation of Substitute Senate  
7 Bill No. 5683 (Pacific Islander health care). If the bill is not  
8 enacted by June 30, 2018, the amount provided in this subsection  
9 shall lapse.

10 (16) \$51,000 of the general fund—state appropriation for fiscal  
11 year 2019 and \$21,000 of the general fund—federal appropriation are  
12 provided solely to implement Second Substitute House Bill No. 1513  
13 (youth voter registration information). If the bill is not enacted by  
14 June 30, 2018, the amounts provided in this subsection shall lapse.

15 (17) \$22,000 of the general fund—state appropriation for fiscal  
16 year 2019 and \$43,000 of the general fund—federal appropriation are  
17 provided solely to implement Engrossed Substitute Senate Bill No.  
18 6037 (uniform parentage act). If the bill is not enacted by June 30,  
19 2018, the amount provided in this subsection shall lapse.

20 **Sec. 208.** 2017 3rd sp.s. c 1 s 208 (uncodified) is amended to  
21 read as follows:

22 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—ALCOHOL AND**  
23 **SUBSTANCE ABUSE PROGRAM**

|    |  |                                |
|----|--|--------------------------------|
| 24 | General Fund—State Appropriation (FY 2018). . . . .              | (( <del>\$78,842,000</del> ))  |
| 25 |  | <u>\$96,763,000</u>            |
| 26 | <del>((General Fund—State Appropriation (FY 2019). . . . .</del> | <del>\$71,308,000))</del>      |
| 27 | General Fund—Federal Appropriation. . . . .                      | (( <del>\$575,249,000</del> )) |
| 28 |  | <u>\$301,240,000</u>           |
| 29 | General Fund—Private/Local Appropriation. . . . .                | (( <del>\$20,211,000</del> ))  |
| 30 |  | <u>\$10,101,000</u>            |
| 31 | Criminal Justice Treatment Account—State                         |                                |
| 32 | Appropriation. . . . .   | (( <del>\$12,978,000</del> ))  |
| 33 |  | <u>\$6,488,000</u>             |
| 34 | Problem Gambling Account—State Appropriation. . . . .            | (( <del>\$1,453,000</del> ))   |
| 35 |  | <u>\$725,000</u>               |
| 36 | Dedicated Marijuana Account—State Appropriation                  |                                |
| 37 | (FY 2018). . . . .   | \$24,802,000                   |
| 38 | <del>((Dedicated Marijuana Account—State Appropriation</del>     |                                |

|   |  |                                |
|---|--|--------------------------------|
| 1 | <del>(FY 2019)</del> . . . . .                     | <del>\$24,802,000)</del>       |
| 2 | <u>Pension Funding Stabilization Account—State</u> |                                |
| 3 | <u>Appropriation</u> . . . . .                     | \$264,000                      |
| 4 | TOTAL APPROPRIATION. . . . .                       | (( <del>\$809,645,000</del> )) |
| 5 |  | <u>\$440,383,000</u>           |

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

8 (1) \$3,278,000 of the dedicated marijuana account—state  
9 appropriation for fiscal year 2018 (~~and \$3,278,000 of the dedicated~~  
10 ~~marijuana account—state appropriation for fiscal year 2019~~) are  
11 provided solely for a memorandum of understanding with the department  
12 of social and health services juvenile rehabilitation administration  
13 to provide substance abuse treatment programs for juvenile offenders.  
14 Of the amounts provided in this subsection:

15 (a) \$1,130,000 of the dedicated marijuana account—state  
16 appropriation for fiscal year 2018 (~~and \$1,130,000 of the dedicated~~  
17 ~~marijuana account—state appropriation for fiscal year 2019 are~~) is  
18 provided solely for alcohol and substance abuse treatment programs  
19 for locally committed offenders. The juvenile rehabilitation  
20 administration shall award these funds as described in section 203(4)  
21 of this act.

22 (b) \$282,000 of the dedicated marijuana account—state  
23 appropriation for fiscal year (~~2017 and \$282,000 of the dedicated~~  
24 ~~marijuana account—state appropriation for fiscal year 2019 are~~) 2018  
25 is provided solely for the expansion of evidence-based treatments and  
26 therapies as described in section 203(2) of this act.

27 (2) During the 2017-19 fiscal biennium, any amounts provided in  
28 this section that are used for case management services for pregnant  
29 and parenting women must be contracted directly between the  
30 department and providers rather than through contracts with  
31 behavioral health organizations.

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



1 administering the program shall not exceed ten percent of the total  
2 contract amount.

3 ~~((4) \$3,500,000))~~ \$1,750,000 of the general fund—federal  
4 appropriation (from the substance abuse prevention and treatment  
5 federal block grant) is provided solely for the continued funding of  
6 existing county drug and alcohol use prevention programs.

7 (5) \$200,000 of the dedicated marijuana account—state  
8 appropriation for fiscal year 2018 ~~((and \$200,000 of the dedicated  
9 marijuana account—state appropriation for fiscal year 2019 are))~~ is  
10 provided solely for a contract with the Washington state institute  
11 for public policy to conduct cost-benefit evaluations of the  
12 implementation of chapter 3, Laws of 2013 (Initiative Measure No.  
13 502).

14 (6) \$500,000 of the dedicated marijuana account—state  
15 appropriation for fiscal year 2018 ~~((and \$500,000 of the dedicated  
16 marijuana account—state appropriation for fiscal year 2019 are))~~ is  
17 provided solely to design and administer the Washington state healthy  
18 youth survey and the Washington state young adult behavioral health  
19 survey.

20 (7) \$396,000 of the dedicated marijuana account—state  
21 appropriation for fiscal year 2018 ~~((and \$396,000 of the dedicated  
22 marijuana account—state appropriation for fiscal year 2019 are))~~ is  
23 provided solely for maintaining increased services to pregnant and  
24 parenting women provided through the parent child assistance program.

25 (8) \$250,000 of the dedicated marijuana account—state  
26 appropriation for fiscal year 2018 ~~((and \$250,000 of the dedicated  
27 marijuana account—state appropriation for fiscal year 2019 are))~~ is  
28 provided solely for a grant to the office of superintendent of public  
29 instruction to provide life skills training to children and youth in  
30 schools that are in high needs communities.

31 (9) \$386,000 of the dedicated marijuana account—state  
32 appropriation for fiscal year 2018 ~~((and \$386,000 of the dedicated  
33 marijuana account—state appropriation for fiscal year 2019 are))~~ is  
34 provided solely to maintain increased prevention and treatment  
35 services provided by tribes to children and youth.

36 (10) \$2,684,000 of the dedicated marijuana account—state  
37 appropriation for fiscal year 2018~~(, \$2,684,000 of the dedicated  
38 marijuana account—state appropriation for fiscal year 2019,))~~ and  
39 ~~(( \$1,900,000))~~ \$950,000 of the general fund—federal appropriation are

1 provided solely to maintain increased residential treatment services  
2 for children and youth.

3 (11) \$250,000 of the dedicated marijuana account—state  
4 appropriation for fiscal year 2018 (~~and \$250,000 of the dedicated~~  
5 ~~marijuana account—state appropriation for fiscal year 2019 are~~) is  
6 provided solely for training and technical assistance for the  
7 implementation of evidence based, research based, and promising  
8 programs which prevent or reduce substance use disorders.

9 (12) \$2,434,000 of the dedicated marijuana account—state  
10 appropriation for fiscal year 2018 (~~and \$2,434,000 of the dedicated~~  
11 ~~marijuana account—state appropriation for fiscal year 2019 are~~) is  
12 provided solely for expenditure into the home visiting services  
13 account.

14 (13) \$2,500,000 of the dedicated marijuana account—state  
15 appropriation for fiscal year 2018 (~~and \$2,500,000 of the dedicated~~  
16 ~~marijuana account—state appropriation for fiscal year 2019 are~~) is  
17 provided solely for grants to community-based programs that provide  
18 prevention services or activities to youth, including programs for  
19 school-based resource officers. These funds must be utilized in  
20 accordance with RCW 69.50.540.

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

1 (15) (~~(\$1,125,000)~~) \$563,000 of the general fund—federal  
2 appropriation is provided solely for the department to develop a  
3 memorandum of understanding with the department of health for  
4 implementation of chapter 297, Laws of 2017 (ESHB 1427) (opioid  
5 treatment programs). The department must use these amounts to  
6 reimburse the department of health for costs incurred through the  
7 implementation of the bill.

8 (16) \$891,000 of the general fund—state appropriation for fiscal  
9 year 2018(~~(, \$2,580,000 of the general fund—state appropriation for~~  
10 ~~fiscal year 2019,)) and (~~(\$2,755,000)~~) \$435,000 of the general fund—  
11 federal appropriation are provided solely for the development and  
12 operation of two secure detoxification facilities. The department  
13 must not use any of these amounts for services in facilities that are  
14 subject to federal funding restrictions that apply to institutions  
15 for mental diseases, unless they have received a waiver that allows  
16 for full federal participation in these facilities.~~

17 (17) (~~(\$1,000,000)~~) \$500,000 of the criminal justice treatment  
18 account—state appropriation is provided solely to maintain increased  
19 funding for substance abuse treatment and support services for  
20 offenders and support of drug courts.

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

33 (19) \$100,000 of the general fund—state appropriation for fiscal  
34 year 2018 (~~(and \$100,000 of the general fund—state appropriation for~~  
35 ~~fiscal year 2019 are)) is provided solely for parenting education  
36 services focused on pregnant and parenting women.~~

37 (20) Within existing appropriations, the department shall  
38 prioritize the prevention and treatment of intravenous opiate-based  
39 drug use.

1 (21) In accordance with RCW 70.96A.090, 71.24.035, 43.20B.110,  
2 and 43.135.055, the department is authorized to adopt fees for the  
3 review and approval of mental health and substance use disorder  
4 treatment programs in fiscal ~~((years))~~ year 2018 ~~((and—2019))~~ as  
5 necessary to support the costs of the regulatory program. The  
6 department's fee schedule shall have differential rates for providers  
7 with proof of accreditation from organizations that the department  
8 has determined to have substantially equivalent standards to those of  
9 the department, including but not limited to the joint commission on  
10 accreditation of health care organizations, the commission on  
11 accreditation of rehabilitation facilities, and the council on  
12 accreditation. To reflect the reduced costs associated with  
13 regulation of accredited programs, the department's fees for  
14 organizations with such proof of accreditation must reflect the lower  
15 cost of licensing for these programs than for other organizations  
16 which are not accredited. To the extent that the fees charged in  
17 fiscal year 2018 are not expected to fully cover the cost of the  
18 program, the department must submit a report to the office of  
19 financial management and the appropriate fiscal committees of the  
20 legislature identifying what further increases would be required and  
21 the differential impact on providers. This report must be submitted  
22 by December 1, 2017.

23 (22) \$31,995,000 of the general fund—state appropriation for  
24 fiscal year 2018 is provided solely to assist behavioral health  
25 organizations with the costs of providing services to medicaid  
26 clients receiving services in psychiatric facilities classified as  
27 institutions of mental diseases. The department must distribute these  
28 amounts proportionate to the number of bed days for medicaid clients  
29 in institutions for mental diseases that were excluded from  
30 behavioral health organization fiscal year 2018 capitation rates  
31 because they exceeded the amounts allowed under federal regulations.  
32 The department must also use these amounts to directly pay for costs  
33 that are ineligible for medicaid reimbursement in institutions of  
34 mental disease facilities for American Indian and Alaska Natives who  
35 opt to receive behavioral health services on a fee-for-service basis.  
36 The amounts used for these individuals must be reduced from the  
37 allocation of the behavioral health organization where the individual  
38 resides. If a behavioral health organization receives more funding  
39 through this subsection than is needed to pay for the cost of their  
40 medicaid clients in institutions for mental diseases, they must use

1 the remainder of the amounts to provide other services not covered  
2 under the medicaid program. The department must apply for a waiver  
3 from the center for medicaid and medicare services to allow for the  
4 full cost of stays in institutions of mental diseases to be included  
5 in fiscal year 2019 behavioral health organization capitation rates.  
6 The department may tailor the fiscal year 2019 waiver to specific  
7 populations for which the center for medicaid and medicare services  
8 has indicated they are likely to approve and work to further expand  
9 the waiver to other populations in fiscal year 2020.

10 **Sec. 209.** 2017 3rd sp.s. c 1 s 209 (uncodified) is amended to  
11 read as follows:

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

|    |   |                                |
|----|---|--------------------------------|
| 14 | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$14,899,000</del> ))  |
| 15 |   | <u>\$13,890,000</u>            |
| 16 | General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$15,603,000</del> ))  |
| 17 |   | <u>\$14,443,000</u>            |
| 18 | General Fund—Federal Appropriation. . . . .         | (( <del>\$97,328,000</del> ))  |
| 19 |   | <u>\$109,730,000</u>           |
| 20 | <u>Pension Funding Stabilization Account—State</u>  |                                |
| 21 | <u>Appropriation. . . . .</u>                       | <u>\$2,024,000</u>             |
| 22 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$127,830,000</del> )) |
| 23 |   | <u>\$140,087,000</u>           |

24 The appropriations in this section are subject to the following  
25 conditions and limitations: The department of social and health  
26 services vocational rehabilitation program shall participate in the  
27 development of an implementation plan to build statewide capacity  
28 among school districts to improve transition planning for students in  
29 special education who meet criteria for services from the  
30 developmental disabilities administration, pursuant to section  
31 501(57) of this act.

32 **Sec. 210.** 2017 3rd sp.s. c 1 s 210 (uncodified) is amended to  
33 read as follows:

34 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—SPECIAL COMMITMENT**  
35 **PROGRAM**

|    |   |                               |
|----|---|-------------------------------|
| 36 | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$45,488,000</del> )) |
| 37 |   | <u>\$46,202,000</u>           |



1 United States department of agriculture and administered by the  
2 department. The department must provide the report for the preceding  
3 federal fiscal year by February 1, 2018, and February 1, 2019. The  
4 report must provide:

5 (a) The number of people in Washington who are eligible for the  
6 program;

7 (b) The number of people in Washington who participated in the  
8 program;

9 (c) The average annual participation rate in the program;

10 (d) Participation rates by geographic distribution; and

11 (e) The annual federal funding of the program in Washington.

12 (3) \$1,216,000 of the general fund—state appropriation for fiscal  
13 year 2019 and \$515,000 of the general fund—federal appropriation are  
14 provided solely for the implementation of Engrossed Second Substitute  
15 House Bill No. 1661 (child, youth, families department). If the bill  
16 is not enacted by July 31, 2017, the amount provided in this  
17 subsection shall lapse.

18 (4) \$81,000 of the general fund—state appropriation for fiscal  
19 year 2018, \$86,000 of the general fund—state appropriation for fiscal  
20 year 2019, and \$167,000 of the general fund—federal appropriation are  
21 provided solely for the implementation of an agreement reached  
22 between the governor and the Washington federation of state employees  
23 for the language access providers under the provisions of chapter  
24 41.56 RCW for the 2017-2019 fiscal biennium. Funding is contingent  
25 upon the enactment of Senate Bill No. 5969 (transparency in public  
26 employee collective bargaining). If the bill is not enacted by July  
27 31, 2017, the amounts provided is this subsection shall lapse.

28 **Sec. 212.** 2017 3rd sp.s. c 1 s 212 (uncodified) is amended to  
29 read as follows:

30 **FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES—PAYMENTS TO OTHER**  
31 **AGENCIES PROGRAM**

|    |   |                                |
|----|---|--------------------------------|
| 32 | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$81,319,000</del> ))  |
| 33 |   | <u>\$82,245,000</u>            |
| 34 | General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$43,380,000</del> ))  |
| 35 |   | <u>\$42,783,000</u>            |
| 36 | General Fund—Federal Appropriation. . . . .         | (( <del>\$57,578,000</del> ))  |
| 37 |   | <u>\$57,081,000</u>            |
| 38 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$182,277,000</del> )) |

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

(1) \$39,000 of the general fund—state appropriation for fiscal year 2018 and \$11,000 of the general fund—federal appropriation are provided solely for the implementation of Engrossed Second Substitute House Bill No. 1661 (child, youth, families department). If the bill is not enacted by July 31, 2017, the amounts provided in this subsection shall lapse.

(2) \$12,000 of the general fund—state appropriation for fiscal year 2018, \$12,000 of the general fund—state appropriation for fiscal year 2019, and \$24,000 of the general fund—federal appropriation are provided solely for the implementation of chapter 268, Laws of 2017 (2SHB 1402) (incapacitated persons/rights).

(3) Within the amounts appropriated in this section, the department must extend master property insurance to all buildings owned by the department valued over \$250,000 and to all locations leased by the department with contents valued over \$250,000.

(4) \$157,000 of the general fund—state appropriation for fiscal year 2018, \$159,000 of the general fund—state appropriation for fiscal year 2019, and \$134,000 of the general fund—federal appropriation are provided solely for legal support, including formal proceedings and informal client advice, associated with adult protective service investigations.

**Sec. 213.** 2017 3rd sp.s. c 1 s 213 (uncodified) is amended to read as follows:

**FOR THE STATE HEALTH CARE AUTHORITY**

During the 2017-2019 fiscal biennium, the health care authority shall provide support and data as required by the office of the state actuary in providing the legislature with health care actuarial analysis, including providing any information in the possession of the health care authority or available to the health care authority through contracts with providers, plans, insurers, consultants, or any other entities contracting with the health care authority.

Information technology projects or investments and proposed projects or investments impacting time capture, payroll and payment processes and systems, eligibility, case management, and



1 authorization systems within the health care authority are subject to  
2 technical oversight by the office of the chief information officer.

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

20 The appropriations to the health care authority in this act shall  
21 be expended for the programs and in the amounts specified in this  
22 act. To the extent that appropriations in this section are  
23 insufficient to fund actual expenditures in excess of caseload  
24 forecasts and utilization assumptions, the authority, after May 1,  
25 2018, may transfer general fund—state appropriations for fiscal year  
26 2018 that are provided solely for a specified purpose. The authority  
27 may not transfer funds, and the director of the office of financial  
28 management shall not approve the transfer, unless the transfer is  
29 consistent with the objective of conserving, to the maximum extent  
30 possible, the expenditure of state funds. The director of the office  
31 of financial management shall notify the appropriate fiscal  
32 committees of the senate and house of representatives in writing  
33 seven days prior to approving any allotment modifications or  
34 transfers under this subsection. The written notification must  
35 include a narrative explanation and justification of changes, along  
36 with expenditures and allotments by budget unit and appropriation,  
37 both before and after any allotment modifications and transfers.

38 (1) MEDICAL ASSISTANCE

39 General Fund—State Appropriation (FY 2018) . . . . (~~\$2,065,747,000~~)

|    |  |                                   |
|----|--|-----------------------------------|
| 1  |  | <u>\$2,024,969,000</u>            |
| 2  | General Fund—State Appropriation (FY 2019). . . . .              | (( <del>\$2,114,943,000</del> ))  |
| 3  |  | <u>\$2,084,494,000</u>            |
| 4  | General Fund—Federal Appropriation. . . . .                      | (( <del>\$11,503,815,000</del> )) |
| 5  |  | <u>\$11,823,330,000</u>           |
| 6  | General Fund—Private/Local Appropriation. . . . .                | (( <del>\$232,300,000</del> ))    |
| 7  |  | <u>\$204,427,000</u>              |
| 8  | Emergency Medical Services and Trauma Care Systems               |                                   |
| 9  | Trust Account—State Appropriation. . . . .                       | \$15,086,000                      |
| 10 | Hospital Safety Net Assessment Account—State                     |                                   |
| 11 | Appropriation. . . . .   | (( <del>\$725,012,000</del> ))    |
| 12 |  | <u>\$693,099,000</u>              |
| 13 | Medicaid Fraud Penalty Account—State Appropriation. . . . .      | (( <del>\$28,163,000</del> ))     |
| 14 |  | <u>\$28,154,000</u>               |
| 15 | Medical Aid Account—State Appropriation. . . . .                 | \$528,000                         |
| 16 | Dedicated Marijuana Account—State Appropriation                  |                                   |
| 17 | (FY 2018). . . . .   | (( <del>\$16,205,000</del> ))     |
| 18 |  | <u>\$17,616,000</u>               |
| 19 | Dedicated Marijuana Account—State Appropriation                  |                                   |
| 20 | (FY 2019). . . . .   | (( <del>\$17,039,000</del> ))     |
| 21 |  | <u>\$18,405,000</u>               |
| 22 | <del>((State Health Care Authority Administrative Account—</del> |                                   |
| 23 | <del>    State Appropriation. . . . .</del>                      | <del>\$7,000))</del>              |
| 24 | <del>Pension Funding Stabilization Account—State</del>           |                                   |
| 25 | <del>    Appropriation. . . . .</del>                            | <del>\$4,538,000</del>            |
| 26 | TOTAL APPROPRIATION. . . . .                                     | (( <del>\$16,718,845,000</del> )) |
| 27 |  | <u>\$16,914,646,000</u>           |

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

30       (a) ((~~\$256,645,000~~)) \$268,117,000 of the general fund—state  
31 appropriation for fiscal year 2018 and \$264,704,000 of the general  
32 fund—state appropriation for fiscal year 2019 are provided solely for  
33 the authority to implement a single, standard medicaid preferred drug  
34 list to be used by all contracted medicaid managed health care  
35 systems, on or before January 1, 2018. The preferred drug list shall  
36 be developed in consultation with all contracted managed health care  
37 systems and the state pharmacy and therapeutics committee or drug  
38 utilization review board and shall further the goals and objectives  
39 of the medicaid program. The list shall be designed to maximize

1 federal rebates and supplemental rebates and ensure access to  
2 clinically effective and appropriate drug therapies under each class.  
3 Entities eligible for 340B drug pricing shall continue to operate  
4 under their current pricing agreement, unless otherwise required by  
5 federal laws or regulations. The authority may utilize external  
6 consultants with expertise in evidence-based drug class reviews,  
7 pharmacy benefit management, and purchasing to assist with the  
8 completion of this development and implementation. The authority  
9 shall require each managed care organization that has contracted with  
10 the authority to provide care to medicaid beneficiaries to use the  
11 established preferred drug list; and shall prohibit each managed care  
12 organization and any of its agents from negotiating or collecting  
13 rebates for any medications listed in the state's medicaid single  
14 preferred drug list whether preferred or nonpreferred. To assist in  
15 the implementation of the single preferred drug list, contracted  
16 medicaid managed health care systems shall provide the authority  
17 drug-specific financial information in a format and frequency  
18 determined by the authority to include the actual amounts paid to  
19 pharmacies for prescription drugs dispensed to covered individuals  
20 compared to the cost invoiced to the health plan and individual  
21 rebates collected for prescription drugs dispensed to medicaid  
22 members. Information disclosed to the authority by the manufacturer  
23 pursuant to this provision shall only be used for the purposes of  
24 developing and implementing a single, standard state preferred drug  
25 list in accordance with this provision. The authority, medicaid  
26 managed care organizations, and all other parties shall maintain the  
27 confidentiality of drug-specific financial and other proprietary  
28 information and such information shall not be subject to the  
29 Washington public records act. The authority shall provide a report  
30 to the governor and appropriate committees of the legislature by  
31 November 15, 2018, and by November 15, 2019, including a comparison  
32 of the amount spent in the previous two fiscal years to expenditures  
33 under the new system by, at a minimum, fund source, total  
34 expenditure, drug class, and top twenty-five drugs. The data provided  
35 to the authority shall be aggregated in any report by the authority,  
36 the legislature, or the office of financial management so as not to  
37 disclose the proprietary or confidential drug-specific information,  
38 or the proprietary or confidential information that directly or  
39 indirectly identifies financial information linked to a single  
40 manufacturer. It is the intent of the legislature to revisit this

1 policy in subsequent biennia to determine whether it is in the best  
2 interest of the state.

3 (b) (~~(\$118,813,000)~~) \$113,356,000 of the general fund—state  
4 appropriation for fiscal year 2018 and (~~(\$120,265,000)~~) \$140,578,000  
5 of the general fund—state appropriation for fiscal year 2019 are  
6 provided solely for (~~holding~~) managed care capitation (~~rates flat~~  
7 ~~at calendar year 2017 levels in state fiscal years and calendar years~~  
8 ~~2018 and 2019~~) payments.

9 (c) \$122,244,000 of the general fund—state appropriation for  
10 fiscal year 2018 and \$116,038,000 of the general fund—state  
11 appropriation for fiscal year 2019 are provided solely for the  
12 authority through the competitive procurement process, to contract  
13 with licensed dental health plans or managed health care plans on a  
14 prepaid or fixed-sum risk basis to provide carved-out managed dental  
15 care services on a statewide basis that will result in greater  
16 efficiency and will facilitate better access and oral health outcomes  
17 for medicaid enrollees. Except in areas where only a single plan is  
18 available, the authority must contract with at least two plans. The  
19 authority shall include in the contracts: (i) Quarterly reporting  
20 requirements to include medicaid utilization and encounter data by  
21 current dental technology (CDT) code; (ii) a direction to increase  
22 the dental provider network; (iii) a commitment to retain innovative  
23 programs that improve access and care such as the access to baby and  
24 child dentistry program; (iv) a program to reduce emergency room use  
25 for dental purposes; (v) a requirement to ensure that dental care is  
26 being coordinated with the primary care provider of the patient to  
27 ensure integrated care; (vi) a provision that no less than eighty-  
28 five percent of the contracting fee be used to directly offset the  
29 cost of providing direct patient care as opposed to administrative  
30 costs; and (vii) a provision to ensure the contracting fee shall be  
31 sufficient to compensate county health departments and federally  
32 qualified health centers for dental patient care. The plan(s) awarded  
33 this contract must absorb all start-up costs associated with moving  
34 the program from fee-for-service to managed care and shall commit to  
35 achieving an overall savings to the program based on 2016 fee-for-  
36 service experience. In order to comply with state insurance  
37 underwriting standards, the authority shall ensure that savings  
38 offered by dental plans are actuarially sound. Starting January 31,  
39 2019, and every year thereafter through December 2024, the authority

1 shall submit an annual report to the governor and the appropriate  
2 committees of the legislature detailing how the contracted entities  
3 have met the requirements of the contract. The report shall include  
4 specific information to include utilization, how the contracted  
5 entities have increased their dental provider networks, how the  
6 emergency room use for dental purposes has been reduced, and how  
7 dental care has been integrated with patients' primary care  
8 providers. If after the end of five years the data reported does not  
9 demonstrate sufficient progress to address the stated contracted  
10 goals, the legislature will reevaluate whether carved-out dental  
11 managed care needs to be replaced with a different delivery model.  
12 The authority is authorized to seek any necessary state plan  
13 amendments or federal waivers to implement this subsection.  
14 Additional dental program savings achieved by the plans beyond those  
15 assumed in the 2017-2019 omnibus appropriations act will be used to  
16 increase dental provider reimbursement rates. By October 30, 2018,  
17 the authority shall report to the governor and the appropriate  
18 committees of the legislature anticipated savings related to  
19 reduction in dental emergency department visits and utilization once  
20 managed care dental coverage begins.

21 (d) (~~(\$1,540,849,000)~~) \$1,505,087,000 of the general fund—state  
22 appropriation for fiscal year 2018 and (~~(\$1,585,513,000)~~)  
23 \$1,538,030,000 of the general fund—state appropriation for fiscal  
24 year 2019 are provided solely for medicaid services and the medicaid  
25 program. However, the authority shall not accept or expend any  
26 federal funds received under a medicaid transformation waiver under  
27 healthier Washington except as described in (e) and (f) of this  
28 subsection until specifically approved and appropriated by the  
29 legislature. To ensure compliance with legislative directive budget  
30 requirements and terms and conditions of the waiver, the authority  
31 shall implement the waiver and reporting requirements with oversight  
32 from the office of financial management. The legislature finds that  
33 appropriate management of the innovation waiver requires better  
34 analytic capability, transparency, consistency, timeliness, accuracy,  
35 and lack of redundancy with other established measures and that the  
36 patient must be considered first and foremost in the implementation  
37 and execution of the demonstration waiver. In order to effectuate  
38 these goals, the authority shall: (i) Require the Dr. Robert Bree  
39 collaborative and the health technology assessment program to reduce  
40 the administrative burden upon providers by only requiring

1 performance measures that are nonduplicative of other nationally  
2 established measures. The joint select committee on health care  
3 oversight will evaluate the measures chosen by the collaborative and  
4 the health technology assessment program for effectiveness and  
5 appropriateness; (ii) develop a patient satisfaction survey with the  
6 goal to gather information about whether it was beneficial for the  
7 patient to use the center of excellence location in exchange for  
8 additional out-of-pocket savings; (iii) ensure patients and health  
9 care providers have significant input into the implementation of the  
10 demonstration waiver, in order to ensure improved patient health  
11 outcomes; and (iv) in cooperation with the department of social and  
12 health services, consult with and provide notification of work on  
13 applications for federal waivers, including details on waiver  
14 duration, financial implications, and potential future impacts on the  
15 state budget, to the joint select committee on health care oversight  
16 prior to submitting waivers for federal approval. By federal  
17 standard, the medicaid transformation demonstration waiver shall not  
18 exceed the duration originally granted by the centers for medicare  
19 and medicaid services and any programs created or funded by this  
20 waiver do not create an entitlement.

21 (e) No more than (~~(\$479,600,000)~~) \$486,683,000 of the general  
22 fund—federal appropriation and no more than (~~(\$154,289,000)~~)  
23 \$129,103,000 of the general fund—local appropriation may be expended  
24 for transformation through accountable communities of health  
25 described in initiative 1 of the medicaid transformation  
26 demonstration wavier under healthier Washington, including preventing  
27 youth drug use, opioid prevention and treatment, and physical and  
28 behavioral health integration. Under this initiative, the authority  
29 shall take into account local input regarding community needs. In  
30 order to ensure transparency to the appropriate fiscal committees of  
31 the legislature, the authority shall provide fiscal staff of the  
32 legislature query ability into any database of the fiscal  
33 intermediary that authority staff would be authorized to access. The  
34 authority shall not increase general fund—state expenditures under  
35 this initiative. The director shall report to the joint select  
36 committee on health care oversight no less than quarterly, and  
37 include details for each accountable community of health, on the  
38 financial status and measurable health outcomes. The director shall  
39 also report to the fiscal committees of the legislature all of the

1 expenditures under this subsection and shall provide such fiscal data  
2 in the time, manner, and form requested by the legislative fiscal  
3 committees. By December 15, 2019, the authority in collaboration with  
4 each accountable community of health shall demonstrate how it will be  
5 self-sustaining by the end of the demonstration waiver period,  
6 including sources of outside funding, and provide this reporting to  
7 the joint select committee on health care oversight. If by the third  
8 year of the demonstration waiver there are not measurable, improved  
9 patient outcomes and financial returns, the Washington state  
10 institute for public policy will conduct an audit of the accountable  
11 communities of health, in addition to the process set in place  
12 through the independent evaluation required by the agreement with  
13 centers for medicare and medicaid services. Prior to the 2018  
14 legislative session, the human services, health care, and judiciary  
15 committees of the legislature will convene a joint work session to  
16 review models in the delivery system and the impacts on medical  
17 liability. The work sessions should include integrated delivery  
18 models with multiple health care providers and medical malpractice  
19 insurance carriers.

20 (f) No more than (~~(\$42,584,000)~~) \$38,425,000 of the general fund—  
21 federal appropriation may be expended for supported housing and  
22 employment services described in initiative 3a and 3b of the medicaid  
23 transformation demonstration waiver under healthier Washington. Under  
24 this initiative, the authority and the department of social and  
25 health services shall ensure that allowable and necessary services  
26 are provided to eligible clients as identified by the department or  
27 its third party administrator. The authority and the department in  
28 consultation with the medicaid forecast work group, shall ensure that  
29 reasonable reimbursements are established for services deemed  
30 necessary within an identified limit per individual. The authority  
31 shall not increase general fund—state expenditures under this  
32 initiative. The director shall report to the joint select committee  
33 on health care oversight no less than quarterly on financial and  
34 health outcomes. The director shall also report to the fiscal  
35 committees of the legislature all of the expenditures of this  
36 subsection and shall provide such fiscal data in the time, manner,  
37 and form requested by the legislative fiscal committees.

38 (g) No later than November 1, 2018, and each year thereafter, the  
39 authority shall report to the governor and appropriate committees of  
40 the legislature: (i) Savings attributed to behavioral and physical

1 integration in areas that are scheduled to integrate in the following  
2 calendar year, and (ii) savings attributed to behavioral and physical  
3 health integration and the level of savings achieved in areas that  
4 have integrated behavioral and physical health.

5 ~~((g))~~ (h) Sufficient amounts are appropriated in this  
6 subsection to implement the medicaid expansion as defined in the  
7 social security act, section 1902(a)(10)(A)(i)(VIII).

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

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

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

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

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

38 ~~((m))~~ (n) \$4,261,000 of the general fund—state appropriation  
39 for fiscal year 2018, \$4,261,000 of the general fund—state  
40 appropriation for fiscal year 2019, and \$8,522,000 of the general



1 fund—federal appropriation are provided solely for low-income  
2 disproportionate share hospital payments.

3 ~~((n))~~ (o) Within the amounts appropriated in this section, the  
4 health care authority shall provide disproportionate share hospital  
5 payments to hospitals that provide services to children in the  
6 children's health program who are not eligible for services under  
7 Title XIX or XXI of the federal social security act due to their  
8 citizenship status.

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

32 ~~((p))~~ (q) The health care authority shall continue the  
33 inpatient hospital certified public expenditures program for the  
34 2017-2019 fiscal biennium. The program shall apply to all public  
35 hospitals, including those owned or operated by the state, except  
36 those classified as critical access hospitals or state psychiatric  
37 institutions. The health care authority shall submit reports to the  
38 governor and legislature by November 1, 2017, and by November 1,  
39 2018, that evaluate whether savings continue to exceed costs for this  
40 program. If the certified public expenditures (CPE) program in its

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

1 amounts to the state when requested. (~~(\$10,575,000)~~) \$359,000 of the  
2 general fund—state appropriation for fiscal year 2018 and  
3 (~~(\$13,185,000)~~) \$361,000 of the general fund—state appropriation for  
4 fiscal year 2019 are provided solely for state grants for the  
5 participating hospitals.

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

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

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

35 (~~(+t)~~) (u) Managed care contracts must incorporate  
36 accountability measures that monitor patient health and improved  
37 health outcomes, and shall include an expectation that each patient  
38 receive a wellness examination that documents the baseline health  
39 status and allows for monitoring of health improvements and outcome  
40 measures.

1        ~~((u))~~ (v) Sufficient amounts are appropriated in this section  
2 for the authority to provide an adult dental benefit.

3        ~~((v))~~ (w) The health care authority shall coordinate with the  
4 department of social and health services to provide referrals to the  
5 Washington health benefit exchange for clients that will be  
6 ineligible for medicaid.

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

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

21        ~~((y))~~ (z) The appropriations in this section reflect savings  
22 and efficiencies by transferring children receiving medical care  
23 provided through fee-for-service to medical care provided through  
24 managed care.

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

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

34        ~~((bb))~~ (cc) Sufficient amounts are appropriated in this section  
35 to remove the mental health visit limit and to provide the shingles  
36 vaccine and screening, brief intervention, and referral to treatment  
37 benefits that are available in the medicaid alternative benefit plan  
38 in the classic medicaid benefit plan.

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

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

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

17        ~~((ff—\$2,200,000))~~ (gg) \$1,483,000 of the general fund—state  
18 appropriation for fiscal year 2018 ~~((and \$2,701,000)),~~ \$1,594,000 of  
19 the general fund—state appropriation for fiscal year 2019, and  
20 \$1,509,000 of the general fund—federal appropriation are provided  
21 ~~((solely))~~ for a rate increase effective July 1, 2018, and for  
22 performance payments to reward successful beneficiary engagement in  
23 the health homes program for ~~((dual—eligible))~~ fee-for-service  
24 enrollees and these are the maximum amounts in each fiscal year the  
25 authority may expend for this purpose.

26        ~~((gg))~~ (hh) \$450,000 of the general fund—state appropriation  
27 for fiscal year 2018, \$450,000 of the general fund—state  
28 appropriation for fiscal year 2019, and \$1,058,000 of the general  
29 fund—federal appropriation are provided solely for the authority to  
30 hire ten nurse case managers to coordinate medically assisted  
31 treatment and movements to medical homes for those being treated for  
32 opioid use disorder. Nurses shall be located in areas and provider  
33 settings with the highest concentration of opioid use disorder  
34 patients.

35        ~~((hh))~~ (ii) Sufficient amounts are appropriated in this section  
36 for the authority to provide a collaborative care benefit beginning  
37 July 1, 2017.

38        ~~((ii))~~ (jj) The authority and the department of social and  
39 health services shall convene a work group consisting of

1 representatives of skilled nursing facilities, adult family homes,  
2 assisted living facilities, managers of in-home long-term care,  
3 hospitals, and managed health care systems. The work group shall  
4 identify barriers that may prevent skilled nursing facilities from  
5 accepting and admitting clients from acute care hospitals in a timely  
6 and appropriate manner. The work group shall consider what additional  
7 resources are needed to allow for faster transfers of enrollees,  
8 including those with complex needs. By December 1, 2017, the  
9 authority shall report the work group's findings to the governor and  
10 the appropriate committees of the legislature.

11 ~~((jj))~~ (kk) Within the amounts appropriated within this  
12 section, the authority shall implement the plan to show how improved  
13 access to home health nursing reduces potentially preventable  
14 readmissions, increases access to care, reduces hospital length of  
15 stay, and prevents overall hospital admissions for clients receiving  
16 private duty nursing, medically intensive care, or home health  
17 benefits as described in their report to the legislature dated  
18 December 15, 2016, entitled home health nursing. The authority shall  
19 report to the governor and appropriate committees of the legislature  
20 by December 31, 2017, information regarding the effect of the ten  
21 dollar rate increases for skilled nursing care delivered via private  
22 duty nursing or home health nursing, and how the rate changes  
23 impacted the utilization and cost of emergency room visits, reduced  
24 the length of stay for initial hospital admissions, and reduced  
25 utilization and costs of preventable hospital readmissions. The  
26 report will quantify potential cost saving opportunities that may  
27 exist through improved access to private duty and home health nursing  
28 statewide.

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

1       (~~(ll)~~) (mm) Beginning no later than January 1, 2018, for any  
2 service eligible under the medicaid state plan for encounter  
3 payments, managed care organizations at the request of a rural health  
4 clinic shall pay the full published encounter rate directly to the  
5 clinic. At no time will a managed care organization be at risk for or  
6 have any right to the supplemental portion of the claim. Payments  
7 will be reconciled on at least an annual basis between the managed  
8 care organization and the authority, with final review and approval  
9 by the authority. By September 31, 2017, the authority shall report  
10 to the legislature on its progress implementing this subsection.

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

20       (~~(nn)~~) (oo) \$500,000 of the general fund—state appropriation  
21 for fiscal year 2019 and \$500,000 of the general fund—federal  
22 appropriation are provided solely for the authority to implement the  
23 oral health connections pilot project in (~~(Yakima, Adams,)~~) Spokane,  
24 Thurston, and Cowlitz counties. The authority shall work in  
25 collaboration with Washington dental service foundation to jointly  
26 develop and implement the program. The purpose of the three-year  
27 pilot is to test the effect that enhanced dental benefits for adult  
28 medicaid clients with diabetes and pregnant women have on access to  
29 dental care, health outcomes, and medical care costs. The authority  
30 must model the pilot on the access to baby and child dentistry  
31 program. The pilot program must include enhanced reimbursement rates  
32 for participating dental providers, including denturists licensed  
33 under chapter 18.30 RCW, and an increase in the allowable number of  
34 periodontal treatments to up to four per calendar year. Diabetic or  
35 pregnant adult medicaid clients who are receiving dental care within  
36 the pilot region(s), regardless of location of the service within the  
37 pilot region(s), are eligible for the increased number of periodontal  
38 treatments. The Washington dental service foundation shall partner  
39 with the authority and provide wraparound services to link patients  
40 to care. The authority and Washington dental service foundation shall

1 jointly develop the program. The authority and foundation shall  
2 provide a joint progress report to the appropriate committees of the  
3 legislature on December 1, 2017, and December 1, 2018.

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

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

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

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

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

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

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

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

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

38 ~~((+qq+))~~ (rr) \$100,000 of the general fund—state appropriation  
39 for fiscal year 2018 and \$100,000 of the general fund—state  
40 appropriation for fiscal year 2019 are provided solely for a pilot



1 program for treatment of inmates at the Snohomish county jail who are  
2 undergoing detoxification from heroin and other opioids and for  
3 connecting those individuals with treatment providers in the  
4 community upon their release.

5 ~~((rr))~~ (ss) \$6,487,000 of the general fund—state appropriation  
6 for fiscal year 2018 and \$1,340,000 of the general fund—state  
7 appropriation for fiscal year 2019 are provided solely for the  
8 physical health care costs of medicaid clients receiving services in  
9 facilities classified as institutions for mental diseases for longer  
10 than 15 days in a calendar month. The authority must apply for a  
11 waiver from the center for medicare and medicaid services to allow  
12 for the full cost of stays in institutions for mental diseases to be  
13 included in managed care rates beginning on July 1, 2018. The  
14 authority must submit a report on the status of the waiver to the  
15 office of financial management and the appropriate committees of the  
16 legislature by December 1, 2017.

17 ~~((ss))~~ (tt) The authority shall evaluate adding a tele-  
18 psychiatry consultation benefit for medicaid covered individuals. The  
19 authority shall submit a report with the cost associated with adding  
20 such a benefit to the governor and appropriate committees of the  
21 legislature by October 1, 2017.

22 ~~((tt))~~ (uu) \$33,000 of the general fund—state appropriation for  
23 fiscal year 2018, ~~((\$7,000 of the state health care authority~~  
24 ~~administrative account—state appropriation,~~)) and \$42,000 of the  
25 general fund—federal appropriation are provided solely for the  
26 bleeding disorder collaborative for care.

27 ~~((uu))~~ (vv) \$304,000 of the general fund—state appropriation  
28 for fiscal year 2018, \$304,000 of the general fund—state  
29 appropriation for fiscal year 2019, and \$608,000 of the general fund—  
30 federal appropriation are provided solely for the authority to  
31 contract with the University of Washington tele-pain pain management  
32 program and pain management call center to advance primary care  
33 provider knowledge of complex pain management issues, including  
34 opioid addiction.

35 ~~((vv))~~ (ww) \$165,000 of the general fund—state appropriation  
36 for fiscal year 2018, \$329,000 of the general fund—state  
37 appropriation for fiscal year 2019, and \$604,000 of the general fund—  
38 federal appropriation are provided solely for implementation of

1 chapter 202, Laws of 2017 (Engrossed Second Substitute House Bill No.  
2 1713) (children's mental health).

3 ~~((+ww))~~ (xx) \$1,813,000 of the general fund—state appropriation  
4 for fiscal year 2018, \$3,764,000 of the general fund—state  
5 appropriation for fiscal year 2019, and \$12,930,000 of the general  
6 fund—federal appropriation are provided solely for implementation of  
7 chapter 110, Laws of 2017 (Second Substitute House Bill No. 1338)  
8 (state health insurance pool).

9 ~~((+xx)—\$347,000))~~ (yy) \$68,000 of the general fund—state  
10 appropriation for fiscal year 2018, ~~((+\$839,000))~~ \$1,118,000 of the  
11 general fund—state appropriation for fiscal year 2019, and \$943,000  
12 of the general fund—federal appropriation are provided solely for  
13 implementation of chapter 198, Laws of 2017 (Substitute House Bill  
14 No. 1520) (hospital payment methodology).

15 ~~((+yy))~~ (zz) Sufficient amounts are appropriated in this section  
16 for the implementation of chapter 273, Laws of 2017 (Engrossed Second  
17 Substitute House Bill No. 1358) (community asst. referral programs).

18 ~~((+zz))~~ (aaa) \$69,000 of the general fund—state appropriation  
19 for fiscal year 2018, \$560,000 of the general fund—state  
20 appropriation for fiscal year 2019, and \$308,000 of the general fund—  
21 federal appropriation are provided solely for the authority to  
22 implement, operate, and maintain a provider credentialing system and  
23 are subject to the conditions, limitations, and review provided in  
24 section 724 of this act. The authority, in collaboration with the  
25 department of health, department of corrections, department of social  
26 and health services, the public employees' benefits board, and the  
27 department of labor and industries, shall work to ensure that a  
28 single platform provider credentialing system is implemented. The  
29 authority, departments, and board shall ensure that appropriate cost  
30 offsets and cost avoidance are assumed for reduced staff time  
31 required for provider credentialing activity and reductions in  
32 improper billing activity when implementing provider credentialing  
33 systems. The authority must enter into agreements with the department  
34 of labor and industries and the public employees' benefits board to  
35 pay their share of the costs of implementing and operating a new  
36 provider credentialing system. The authority shall submit a report to  
37 the office of financial management and appropriate committees of the  
38 legislature outlining projected cost savings and cost avoidance no  
39 later than December 1, 2018.

1        (bbb) \$100,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$400,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely for the department and the  
4 health care authority to enter into an interagency agreement to  
5 contract with Washington autism alliance and advocacy (WAAA) to  
6 educate and assist persons seeking the authority's services to  
7 address a suspected or diagnosed autism spectrum disorder or  
8 developmental disability related to autism spectrum disorder. The  
9 department or the authority may refer such individuals to WAAA to  
10 support them in navigating the health care system. The authority, in  
11 collaboration with the department and the WAAA, shall submit a report  
12 to the governor and the appropriate committees of the legislature by  
13 December 15, 2018, and December 15, 2019, detailing how many persons  
14 were referred to, how many persons received services from, and what  
15 services were provided by the WAAA. The reports shall also include  
16 what health care services the WAAA was able to connect the referred  
17 persons to, the length of time these connections took, the type of  
18 health coverage the person referred had at the time of referral and  
19 whether alternate coverage was obtained.

20        (ccc) \$20,000 of the general fund—state appropriation for fiscal  
21 year 2019 and \$20,000 of the general fund—federal appropriation are  
22 provided solely for the authority, in partnership with the department  
23 of social and health services and the department of health, to assist  
24 a collaborative public-private entity with implementation of  
25 recommendations in the state plan to address alzheimer's disease and  
26 other dementias.

27        (ddd) \$5,825,000 of the general fund—state appropriation for  
28 fiscal year 2019 and \$8,019,000 of the general fund—federal  
29 appropriation are provided solely for an increase in primary care  
30 provider rates for pediatric care services that are currently  
31 reimbursed solely at the existing medical assistance rates that are  
32 applicable for the child's medical assistance eligibility group.  
33 These amounts are the maximum that the authority may spend for this  
34 purpose. The authority must pursue a state plan amendment to increase  
35 pediatric primary care provider and pediatric vaccine rates through  
36 state directed payments through a permissible payment model. The  
37 codes considered for these increases should follow those that were  
38 used under the temporary increase provided in calendar years 2013 and  
39 2014 as outlined in section 1202 of the affordable care act. Both

1 physician and nonphysician practitioners are eligible for these  
2 increases and are not required to attest. Increases are based upon  
3 eligible codes. The authority must provide a report to the governor  
4 and appropriate committees of the legislature by November 1, 2019,  
5 detailing how the amounts provided in this subsection were used, what  
6 percentage increase was provided for pediatric primary care provider  
7 evaluation and management rates, what percentage increase was  
8 provided for pediatric vaccine rates, how utilization has changed  
9 within each category, and how these rate increases have impacted  
10 access to care.

11 (eee) \$50,000 of the general fund—state appropriation for fiscal  
12 year 2018 and \$100,000 of the general fund—state appropriation for  
13 fiscal year 2019 are provided solely for the authority to conduct a  
14 study to identify strategies for enhancing access to primary care for  
15 medical assistance clients. The authority may collaborate with other  
16 stakeholders as appropriate. The authority shall provide a report  
17 with recommendations to the appropriate committees of the legislature  
18 by December 1, 2018. The study shall, to the extent possible:

19 (i) Review the effect of the temporary rate increase provided as  
20 part of the patient protection and affordable care act on:

21 (A) The number of providers serving medical assistance clients;

22 (B) The number of medical assistance clients receiving services;

23 and

24 (C) Utilization of primary care services.

25 (ii) Identify client barriers to accessing primary care services;

26 (iii) Identify provider barriers to accepting medical assistance  
27 clients;

28 (iv) Identify strategies for incentivizing providers to accept  
29 more medical assistance clients;

30 (v) Prioritize areas for investment that are likely to have the  
31 most impact on increasing access to care; and

32 (vi) Strategically review the current medicaid rates and identify  
33 specific areas and amounts that may promote access to care.

34 (fff) \$1,400,000 of the general fund—state appropriation for  
35 fiscal year 2019 and \$3,900,000 of the general fund—federal  
36 appropriation are provided solely to increase the rates paid to rural  
37 hospitals that meet the criteria in (hhh)(i) through (iv) of this  
38 subsection. Payments for state and federal medical assistance  
39 programs for services provided by such a hospital, regardless of the

1 beneficiary's managed care enrollment status, must be increased to  
2 one hundred fifty percent of the hospital's fee-for-service rates.  
3 The authority must discontinue this rate increase after June 30,  
4 2019, and return to the payment levels and methodology for these  
5 hospitals that were in place as of January 1, 2018. Hospitals  
6 participating in the certified public expenditures program may not  
7 receive increased reimbursement for inpatient services. Hospitals  
8 qualifying for this rate increase must:

9 (i) Be certified by the centers for medicare and medicaid  
10 services as sole community hospitals as of January 1, 2013;

11 (ii) Have had less than one hundred fifty acute care licensed  
12 beds in fiscal year 2011;

13 (iii) Have a level III adult trauma service designation from the  
14 department of health as of January 1, 2014; and

15 (iv) Be owned and operated by the state or a political  
16 subdivision.

17 (ggg) \$40,000 of the general fund—state appropriation for fiscal  
18 year 2019 is provided solely to create a work group at the Robert  
19 Bree collaborative to identify best practices for mental health  
20 services regarding patient mental health treatment and patient  
21 management. The work group shall identify best practices on patient  
22 confidentiality, discharging patients, treating patients with  
23 homicide ideation and suicide ideation, recordkeeping to decrease  
24 variation in practice patterns in these areas, and other areas as  
25 defined by the work group. The work group shall be composed of  
26 clinical and administrative experts including psychologists,  
27 psychiatrists, advanced practice psychiatric nurses, social workers,  
28 marriage and family therapists, certified counselors, and mental  
29 health counselors.

30 (hhh) \$1,006,000 of the general fund—state appropriation for  
31 fiscal year 2019 is provided solely for implementation of Substitute  
32 Senate Bill No. 5683 (Pacific Islander health care). If the bill is  
33 not enacted by June 30, 2018, the amount provided in this subsection  
34 shall lapse.

35 (iii) \$50,000 of the general fund—state appropriation for fiscal  
36 year 2019 and \$50,000 of the general fund—federal appropriation are  
37 provided solely for implementation of Engrossed Second Substitute  
38 House Bill No. 2779 (children's mental health services). If the bill

1 is not enacted by June 30, 2018, the amounts provided in this  
2 subsection shall lapse.

3 (jjj) \$31,000 of the general fund—state appropriation for fiscal  
4 year 2018 and \$44,000 of the general fund—federal appropriation are  
5 provided solely for implementation of chapter 303, Laws of 2017  
6 (public records administration).

7 (kkk) \$358,000 of the general fund—state appropriation and  
8 \$1,123,000 of the general fund—federal appropriation for fiscal year  
9 2019 are provided solely for implementation of Engrossed Second  
10 Substitute Senate Bill No. 5179 (hearing instrument coverage). If the  
11 bill is not enacted by June 30, 2018, the amounts provided in this  
12 subsection shall lapse.

13 (lll) \$335,000 of the general fund—state appropriation for fiscal  
14 year 2019 and \$50,000 general fund—federal appropriation are provided  
15 solely for implementation of Substitute Senate Bill No. 6452 (child  
16 mental health consult). If the bill is not enacted by June 30, 2018,  
17 the amounts provided in this subsection shall lapse.

18 (mmm)(i) \$200,000 of the general fund—state appropriation for  
19 fiscal year 2019 is provided solely for the authority to assist the  
20 governor by convening and providing administrative, analytical, and  
21 communication support to the governor's Indian health council,  
22 including procuring technical assistance from the American Indian  
23 health commission for Washington state, to:

24 (A) Address current or proposed policies or actions that have  
25 tribal implications and are not able to be resolved or addressed at  
26 the agency level;

27 (B) Facilitate training for state agency leadership, staff, and  
28 legislators on the Indian health system and tribal sovereignty; and

29 (C) Provide oversight of contracting and performance of service  
30 coordination organizations or service contracting entities as defined  
31 in RCW 70.320.010 in order to address their impacts on services to  
32 American Indians and Alaska Natives and relationships with Indian  
33 health care providers.

34 (ii) The council shall include:

35 (A) One tribal liaison from each of the authorities; the  
36 department of children, youth, and families; the department of  
37 commerce; the department of corrections; the department of health;  
38 the department of social and health services; the office of the

1 insurance commissioner; the office of the superintendent of public  
2 instruction; and the Washington health benefit exchange;

3 (B) One individual from each tribe in Washington state,  
4 designated by the tribal legislative body, who is either the tribe's  
5 American Indian health commission for Washington state delegate or an  
6 individual specifically designated for this role, or his or her  
7 designee;

8 (C) The chief executive officer of the Indian health service  
9 Portland area office and each service unit in Washington state or his  
10 or her designee;

11 (D) The chief executive officer of each urban Indian health  
12 program in Washington state or his or her designee who may be the  
13 urban Indian health program's American Indian health commission for  
14 Washington state delegate;

15 (E) The executive director of the American Indian health  
16 commission for Washington state or his or her designee;

17 (F) The executive director of the northwest Portland area Indian  
18 health board or his or her designee;

19 (G) One member from each of the two largest caucuses of the house  
20 of representatives, appointed by the speaker of the house of  
21 representatives, or his or her designee;

22 (H) One member from each of the two largest caucuses of the  
23 senate, appointed by the president of the senate, or his or her  
24 designee; and

25 (I) Two individuals representing the governor's office.

26 (iii) The council will meet at least three times per year when  
27 the legislature is not in session, with one meeting to be hosted by  
28 the authority and the other two meetings to be hosted by tribes or,  
29 if no tribe is able to host, then by a member state agency. The  
30 members representing the tribes, the Indian health service Portland  
31 area office and service units, the urban Indian health programs, the  
32 American Indian health commission for Washington state, and the  
33 northwest Portland area Indian health board shall be paid per diem  
34 and travel expenses in accordance with RCW 43.03.050 and 43.03.060.

35 (iv) By December 1, 2018, the council, with assistance from the  
36 authority, will submit a report to the governor and the appropriate  
37 legislative committees with recommendations to raise the health  
38 status of American Indians and Alaska Natives throughout Washington  
39 state to at least the levels set forth in the goals contained within

1 the federal health people 2020 initiative or successor objectives,  
2 including draft legislation and fiscal budgets for:

3 (A) Increasing savings to the state general fund resulting from  
4 the one hundred percent federal medical assistance percentage  
5 applicable to services received through an Indian health service  
6 facility, whether operated by the Indian health service or by an  
7 Indian tribe or tribal organization pursuant to 42 U.S.C. Sec. 1396d;  
8 realized by the state for services which are received through an  
9 Indian health service facility whether operated by the Indian health  
10 service or by an Indian tribe or tribal organization pursuant to 42  
11 U.S.C. Sec. 1396(b);

12 (B) Appropriating such increased savings for an Indian health  
13 improvement reinvestment account to be expended solely for improving  
14 health outcomes and access to quality and culturally appropriate  
15 health care for American Indians and Alaska Natives;

16 (C) Developing model performance measures and risk adjustment  
17 methodologies for medicaid managed care value-based purchasing that  
18 account for the Indian health delivery system;

19 (D) Improving population health through tribally determined  
20 practices and resources such as the American Indian health commission  
21 for Washington state's "pulling together for wellness" framework;

22 (E) Developing written and technical assistance to support the  
23 incorporation of cultural awareness and of strategies to address  
24 historical trauma and intergenerational trauma in treatment planning  
25 for services covered by medicaid and other services provided by the  
26 state;

27 (F) Expanding tribal representation on state agency boards,  
28 committees (including the emergency management council), and  
29 nongovernmental entities to whom the state delegates activities or  
30 tasks that directly impact the Indian health delivery system; and

31 (G) Other strategies to improve population health and increase  
32 access to quality health care for American Indians and Alaska  
33 Natives.

34 (nnn) \$139,000 of the general fund—state appropriation and  
35 \$139,000 of the general fund—federal appropriation for fiscal year  
36 2019 are provided solely for implementation of Substitute Senate Bill  
37 No. 6549 (ABCD dental). If the bill is not enacted by June 30, 2018,  
38 the amounts provided in this subsection shall lapse.





1 reserve funding level lower than was projected under the assumptions  
2 made prior to procurement. For this purpose, assumptions means  
3 projections about the levels of future claims, costs, enrollment and  
4 other factors, prior to any changes in benefits. The certificates of  
5 coverage agreed to by the health care authority for calendar years  
6 2018 and 2019 must ensure that no increases in coverage of  
7 prescription drugs, services, or other benefits may occur prior to  
8 approval by the public employees' benefits board at the time of  
9 procurement of benefits for the ensuing calendar year. The public  
10 employees' benefits board may, within the funds provided, adopt a  
11 virtual diabetes prevention program and adjust the waiting period for  
12 dental crown replacement in the Uniform dental program to align with  
13 the dental managed care plans.

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

27 (f) ~~(( \$8,000,000 of the health care authority administrative~~  
28 ~~account state appropriation is provided solely for implementation of~~  
29 ~~the school employees' benefits board until the new board commences~~  
30 ~~provision of benefits on January 1, 2020. This expenditure shall be~~  
31 ~~reimbursed to the health care authority administrative account from~~  
32 ~~the newly created school employees' insurance administrative account~~  
33 ~~after January 1, 2020.~~

34 (g)) The public employees' benefits board, in collaboration with  
35 the authority, shall work to ensure that a single platform provider  
36 credentialing system is implemented. The authority and the board  
37 shall ensure that appropriate cost offsets and cost avoidance are  
38 assumed for reduced staff time required for provider credentialing  
39 activity and reductions in improper billing activity when  
40 implementing provider credentialing systems. The board must enter

1 into an agreement with the authority to pay its share of the costs of  
2 implementing and operating a new provider credentialing system.

3 (3) SCHOOL EMPLOYEES' BENEFITS BOARD

4 School Employees' Insurance Administrative

5 Account—State Appropriation. . . . . \$28,730,000

6 The appropriation in this subsection is subject to the following  
7 conditions and limitations: \$28,730,000 of the school employees'  
8 insurance administrative account—state appropriation is provided  
9 solely for implementation of the school employees' benefits board  
10 until the new board commences provision of benefits on January 1,  
11 2020. It is the intent of the legislature that the state health care  
12 authority administration account be reimbursed for the appropriation  
13 to this account made in part VII of this act, with interest.

14 (4) HEALTH BENEFIT EXCHANGE

15 General Fund—State Appropriation (FY 2018). . . . . \$5,184,000  
16 General Fund—State Appropriation (FY 2019). . . . . ((~~\$5,184,000~~))  
17 \$5,651,000  
18 General Fund—Federal Appropriation. . . . . ((~~\$52,837,000~~))  
19 \$53,892,000  
20 Health Benefit Exchange Account—State Appropriation. ((~~\$56,736,000~~))  
21 \$59,385,000  
22 TOTAL APPROPRIATION. . . . . ((~~\$119,941,000~~))  
23 \$124,112,000

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

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

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

35 (ii) For the 2017-2019 biennium, for the purpose of annually  
36 calculating issuer assessments, exchange operational costs may  
37 include up to three months of additional operating costs.

1 (iii) The exchange shall monitor actual to projected revenues and  
2 make necessary adjustments in expenditures or carrier assessments to  
3 ensure expenditures do not exceed actual revenues.

4 (iv) Payments made from general fund—state appropriation and  
5 health benefit exchange account—state appropriation shall be  
6 available for expenditure for no longer than the period of the  
7 appropriation from which it was made. When the actual cost of  
8 materials and services have been fully determined, and in no event  
9 later than the lapsing of the appropriation, any unexpended balance  
10 of the payment shall be returned to the authority for credit to the  
11 fund or account from which it was made, and under no condition shall  
12 expenditures exceed actual revenue.

13 (c) \$271,000 of the general fund—state appropriation for fiscal  
14 year 2019 is provided solely for implementation of Engrossed Second  
15 Substitute House Bill No. 2595 (automatic voter registration). If the  
16 bill is not enacted by June 30, 2018, the amount provided in this  
17 subsection shall lapse.

18 (d) \$196,000 of the general fund—state appropriation for fiscal  
19 year 2019 is provided solely for implementation of Substitute Senate  
20 Bill No. 5683 (Pacific Islander health care). If the bill is not  
21 enacted by June 30, 2018, the amount provided in this subsection  
22 shall lapse.

23 (5) COMMUNITY BEHAVIORAL HEALTH PROGRAM

|    |  |                        |
|----|--|------------------------|
| 24 | <u>General Fund—State Appropriation (FY 2019). . . . .</u>         | <u>\$542,049,000</u>   |
| 25 | <u>General Fund—Federal Appropriation. . . . .</u>                 | <u>\$919,359,000</u>   |
| 26 | <u>General Fund—Private/Local Appropriation. . . . .</u>           | <u>\$18,261,000</u>    |
| 27 | <u>Criminal Justice Treatment Account—State Appropriation. . .</u> | <u>\$6,490,000</u>     |
| 28 | <u>Problem Gambling Account—State Appropriation. . . . .</u>       | <u>\$728,000</u>       |
| 29 | <u>Dedicated Marijuana Account—State</u>                           |                        |
| 30 | <u>Appropriation (FY 2019). . . . .</u>                            | <u>\$28,486,000</u>    |
| 31 | <u>Pension Funding Stabilization Account—State</u>                 |                        |
| 32 | <u>Appropriation. . . . .</u>                                      | <u>\$857,000</u>       |
| 33 | <u>TOTAL APPROPRIATION. . . . .</u>                                | <u>\$1,516,230,000</u> |

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

36 (a) For the purposes of this subsection, amounts provided for  
37 behavioral health organizations shall also be available for the  
38 health care authority to contract with entities that assume the

1 responsibilities of behavioral health organizations in regions in  
2 which the health care authority is purchasing medical and behavioral  
3 health services through fully integrated contracts pursuant to RCW  
4 71.24.380.

5 (b) \$6,590,000 of the general fund—state appropriation for fiscal  
6 year 2019 and \$3,810,000 of the general fund—federal appropriation  
7 are provided solely for the authority and behavioral health  
8 organizations to continue to contract for implementation of high-  
9 intensity programs for assertive community treatment (PACT) teams. In  
10 determining the proportion of medicaid and nonmedicaid funding  
11 provided to behavioral health organizations with PACT teams, the  
12 authority shall consider the differences between behavioral health  
13 organizations in the percentages of services and other costs  
14 associated with the teams that are not reimbursable under medicaid.  
15 The authority may allow behavioral health organizations which have  
16 nonmedicaid reimbursable costs that are higher than the nonmedicaid  
17 allocation they receive under this section to supplement these funds  
18 with local dollars or funds received under (f) of this subsection.  
19 The authority and behavioral health organizations shall maintain  
20 consistency with all essential elements of the PACT evidence-based  
21 practice model in programs funded under this section.

22 (c) From the general fund—state appropriations in this  
23 subsection, the authority shall assure that behavioral health  
24 organizations reimburse the department of social and health services  
25 aging and long term support administration for the general fund—state  
26 cost of medicaid personal care services that enrolled behavioral  
27 health organization consumers use because of their psychiatric  
28 disability.

29 (d) \$1,760,000 of the general fund—federal appropriation is  
30 provided solely for the authority to maintain a pilot project to put  
31 peer bridging staff into each behavioral health organization as part  
32 of the state psychiatric liaison teams to promote continuity of  
33 service as individuals return to their communities.

34 (e) \$6,858,000 of the general fund—state appropriation for fiscal  
35 year 2019 and \$4,023,000 of the general fund—federal appropriation  
36 are provided solely for new crisis triage or stabilization centers.  
37 The authority must seek proposals from behavioral health  
38 organizations for the use of these funds based on regional  
39 priorities. Services in these facilities may include crisis

1 stabilization and intervention, individual counseling, peer support,  
2 medication management, education, and referral assistance. The  
3 authority shall monitor each center's effectiveness at lowering the  
4 rate of state psychiatric hospital admissions.

5 (f) \$81,930,000 of the general fund—state appropriation for  
6 fiscal year 2019 is provided solely for persons and services not  
7 covered by the medicaid program. To the extent possible, levels of  
8 behavioral health organization spending must be maintained in the  
9 following priority order: Crisis and commitment services; community  
10 inpatient services; and residential care services, including personal  
11 care and emergency housing assistance. These amounts must be  
12 distributed to behavioral health organizations proportionate to the  
13 fiscal year 2017 allocation of flexible nonmedicaid funds. The  
14 authority must include the following language in medicaid contracts  
15 with behavioral health organizations unless they are provided formal  
16 notification from the center for medicaid and medicare services that  
17 the language will result in the loss of federal medicaid  
18 participation: "The contractor may voluntarily provide services that  
19 are in addition to those covered under the state plan, although the  
20 cost of these services cannot be included when determining payment  
21 rates unless including these costs are specifically allowed under  
22 federal law or an approved waiver."

23 (g) The authority is authorized to continue to contract directly,  
24 rather than through contracts with behavioral health organizations  
25 for children's long-term inpatient facility services.

26 (h) \$1,125,000 of the general fund—state appropriation for fiscal  
27 year 2019 is provided solely for the Spokane county behavioral health  
28 organization to implement services to reduce utilization and the  
29 census at eastern state hospital. Such services shall include:

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

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

36 (iii) Mental health services provided in nursing facilities to  
37 individuals with dementia, and consultation to facility staff  
38 treating those individuals; and

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

1 At least annually, the Spokane county behavioral health  
2 organization shall assess the effectiveness of these services in  
3 reducing utilization at eastern state hospital, identify services  
4 that are not optimally effective, and modify those services to  
5 improve their effectiveness.

6 (i) \$1,204,000 of the general fund—state appropriation for fiscal  
7 year 2019 is provided solely to reimburse Pierce and Spokane counties  
8 for the cost of conducting one hundred eighty-day commitment hearings  
9 at the state psychiatric hospitals.

10 (j) Behavioral health organizations may use local funds to earn  
11 additional federal medicaid match, provided the locally matched rate  
12 does not exceed the upper-bound of their federally allowable rate  
13 range, and provided that the enhanced funding is used only to provide  
14 medicaid state plan or waiver services to medicaid clients.  
15 Additionally, behavioral health organizations may use a portion of  
16 the state funds allocated in accordance with (f) of this subsection  
17 to earn additional medicaid match, but only to the extent that the  
18 application of such funds to medicaid services does not diminish the  
19 level of crisis and commitment, community inpatient, residential  
20 care, and outpatient services presently available to persons not  
21 eligible for medicaid.

22 (k) \$2,291,000 of the general fund—state appropriation for fiscal  
23 year 2019 is provided solely for mental health services for mentally  
24 ill offenders while confined in a county or city jail and for  
25 facilitating access to programs that offer mental health services  
26 upon release from confinement. The authority must collect information  
27 from the behavioral health organizations on their plan for using  
28 these funds, the numbers of individuals served, and the types of  
29 services provided and submit a report to the office of financial  
30 management and the appropriate fiscal committees of the legislature  
31 by December 1st of each year of the biennium.

32 (l) Within the amounts appropriated in this section, funding is  
33 provided for the authority to develop and phase in intensive mental  
34 health services for high needs youth consistent with the settlement  
35 agreement in *T.R. v. Dreyfus and Porter*.

36 (m) The authority must establish minimum and maximum funding  
37 levels for all reserves allowed under behavioral health organization  
38 contracts and insert contract language that clearly states the  
39 requirements and limitations. The authority must monitor and ensure  
40 that behavioral health organization reserves do not exceed maximum

1 levels. The authority must monitor behavioral health organization  
2 revenue and expenditure reports and must require a behavioral health  
3 organization to submit a corrective action plan on how it will spend  
4 its excess reserves within a reasonable period of time, when its  
5 reported reserves exceed maximum levels established under the  
6 contract. The authority must review and approve such plans and  
7 monitor to ensure compliance. If the authority determines that a  
8 behavioral health organization has failed to provide an adequate  
9 excess reserve corrective action plan or is not complying with an  
10 approved plan, the authority must reduce payments to the behavioral  
11 health organization in accordance with remedial actions provisions  
12 included in the contract. These reductions in payments must continue  
13 until the authority determines that the behavioral health  
14 organization has come into substantial compliance with an approved  
15 excess reserve corrective action plan.

16 (n) \$3,079,000 of the general fund—state appropriation for fiscal  
17 year 2019 and \$2,892,000 of the general fund—federal appropriation  
18 are provided solely for the authority to increase rates for community  
19 hospitals that provide a minimum of two hundred medicaid psychiatric  
20 inpatient days. The authority must increase both medicaid and  
21 nonmedicaid psychiatric per-diem reimbursement rates for these  
22 providers within these amounts. The amounts in this subsection  
23 include funding for additional hold harmless payments resulting from  
24 the rate increase. The authority shall prioritize increases for  
25 hospitals not currently paid based on provider specific costs using a  
26 similar methodology used to set rates for existing inpatient  
27 facilities and the latest available cost report information. Rate  
28 increases for providers must be set so as not to exceed the amounts  
29 provided within this subsection. The rate increase related to  
30 nonmedicaid clients must be done to maintain the provider at the same  
31 percentage as currently required under WAC 182-550-4800.

32 (o) \$100,000 of the general fund—state appropriation for fiscal  
33 year 2019 is provided solely for the authority to collaborate with  
34 tribal governments and develop a plan for establishing an evaluation  
35 and treatment facility that will specialize in providing care  
36 specifically to the American Indian and Alaska Native population. The  
37 plan must include options for maximizing federal participation and  
38 ensure that utilization will be based on medical necessity and



1 identify a specific geographic location where a tribal evaluation and  
2 treatment facility will be built.

3 (p) \$7,103,000 of the general fund—state appropriation for fiscal  
4 year 2019 and \$8,052,000 of the general fund—federal appropriation  
5 are provided solely for the authority to contract with community  
6 hospitals or freestanding evaluation and treatment centers to provide  
7 up to forty-eight long-term inpatient care beds as defined in RCW  
8 71.24.025. The authority must seek proposals and contract directly  
9 for these services rather than contracting through behavioral health  
10 organizations. The authority must not use any of the amounts provided  
11 under this subsection for contracts with facilities that are subject  
12 to federal funding restrictions that apply to institutions of mental  
13 diseases, unless they have received a waiver that allows for full  
14 federal participation in these facilities.

15 (q) \$1,133,000 of the general fund—state appropriation for fiscal  
16 year 2019 and \$1,297,000 of the general fund—federal appropriation  
17 are provided solely to increase the number of psychiatric residential  
18 treatment beds for individuals transitioning from psychiatric  
19 inpatient settings. The authority must seek proposals from behavioral  
20 health organizations for the use of these amounts and coordinate with  
21 the department of social and health services in awarding these funds.  
22 The authority must not allow for any of the amounts provided under  
23 this subsection to be used for services in facilities that are  
24 subject to federal funding restrictions that apply to institutions of  
25 mental diseases, unless they have received a waiver that allows for  
26 full federal participation in these facilities.

27 (r) \$6,744,000 of the general fund—state appropriation for fiscal  
28 year 2019 and \$14,516,000 of the general fund—federal appropriation  
29 are provided solely for the authority to increase medicaid capitation  
30 payments for behavioral health organizations. The authority must work  
31 with the actuaries responsible for certifying behavioral health  
32 capitation rates to adjust average salary assumptions in order to  
33 implement this increase. In developing further updates for medicaid  
34 managed care rates for behavioral health services, the authority must  
35 require the contracted actuaries to: (i) Review and consider  
36 comparison of salaries paid by government agencies and hospitals that  
37 compete with community providers for behavioral health workers in  
38 developing salary assumptions; and (ii) review data to see whether a  
39 specific travel assumption for high congestion areas is warranted.

1 The authority must include and make available all applicable  
2 documents and analysis to legislative staff from the fiscal  
3 committees throughout the process. The authority must require the  
4 actuaries to develop and submit rate ranges for each behavioral  
5 health organization prior to certification of specific rates.

6 (s) The number of beds allocated for use by behavioral health  
7 organizations at eastern state hospital shall be one hundred ninety  
8 two per day. The number of nonforensic beds allocated for use by  
9 behavioral health organizations at western state hospital shall be  
10 five hundred fifty-seven per day. In fiscal year 2019, the authority  
11 must reduce the number of beds allocated for use by behavioral health  
12 organizations at western state hospital by thirty beds to allow for  
13 the repurposing of a civil ward at western state hospital to provide  
14 forensic services. The contracted beds provided under (p) of this  
15 subsection shall be allocated to the behavioral health organizations  
16 in lieu of beds at the state hospitals and be incorporated in their  
17 allocation of state hospital patient days of care for the purposes of  
18 calculating reimbursements pursuant to RCW 71.24.310. It is the  
19 intent of the legislature to continue the policy of expanding  
20 community based alternatives for long term civil commitment services  
21 that allow for state hospital beds to be prioritized for forensic  
22 patients.

23 (t) \$11,405,000 of the general fund—state appropriation for  
24 fiscal year 2019 and \$8,840,000 of the general fund—federal  
25 appropriation are provided solely to maintain enhancements of  
26 community mental health services. The authority must contract these  
27 funds for the operation of community programs in which the authority  
28 determines there is a need for capacity that allows individuals to be  
29 diverted or transitioned from the state hospitals including but not  
30 limited to: (i) Community hospital or free standing evaluation and  
31 treatment services providing short-term detention and commitment  
32 services under the involuntary treatment act to be located in the  
33 geographic areas of the King behavioral health organization, the  
34 Spokane behavioral health organization outside of Spokane county, and  
35 the Thurston Mason behavioral health organization; (ii) one new full  
36 program of an assertive community treatment team in the King  
37 behavioral health organization and two new half programs of assertive  
38 community treatment teams in the Spokane behavioral health  
39 organization and the Pierce behavioral health organization; and (iii)  
40 three new recovery support services programs in the Great Rivers

1 behavioral health organization, the greater Columbia behavioral  
2 health organization, and the north sound behavioral health  
3 organization. In contracting for community evaluation and treatment  
4 services, the authority may not use these resources in facilities  
5 that meet the criteria to be classified under federal law as  
6 institutions for mental diseases. If the authority is unable to come  
7 to a contract agreement with a designated behavioral health  
8 organization for any of the services identified above, it may  
9 consider contracting for that service in another region that has the  
10 need for such service.

11 (u) \$1,296,000 of the general fund—state appropriation for fiscal  
12 year 2019 is provided solely for clubhouse programs. The authority  
13 shall ensure that \$400,000 is used for the biennium for support of  
14 the Spokane clubhouse program and the remaining funds must be used  
15 for support of new clubhouse programs. The authority must develop  
16 options and cost estimates for implementation of clubhouse programs  
17 statewide through a medicaid state plan amendment or a medicaid  
18 waiver and submit a report to the office of financial management and  
19 the appropriate committees of the legislature by December 1, 2018.

20 (v) \$213,000 of the general fund—state appropriation for fiscal  
21 year 2019 is provided solely to fund one pilot project in Pierce  
22 county and one in Yakima county to promote increased utilization of  
23 assisted outpatient treatment programs. The authority shall require  
24 two behavioral health organizations to contract with local government  
25 to establish the necessary infrastructure for the programs. The  
26 authority shall provide a report by October 15, 2018, to the office  
27 of financial management and the appropriate fiscal and policy  
28 committees of the legislature to include the number of individuals  
29 served, outcomes to include reduced use of inpatient treatment and  
30 state hospital stays, and recommendations for further implementation  
31 based on lessons learned and best practices identified by the pilot  
32 projects.

33 (w) \$3,278,000 of the dedicated marijuana account—state  
34 appropriation for fiscal year 2019 is provided solely for a  
35 memorandum of understanding with the department of social and health  
36 services juvenile rehabilitation administration to provide substance  
37 abuse treatment programs for juvenile offenders. Of the amounts  
38 provided in this subsection (5)(w):

1        (i) \$1,130,000 of the dedicated marijuana account—state  
2 appropriation for fiscal year 2019 is provided solely for alcohol and  
3 substance abuse treatment programs for locally committed offenders.  
4 The juvenile rehabilitation administration shall award these funds as  
5 described in section 203(4) of this act.

6        (ii) \$282,000 of the dedicated marijuana account—state  
7 appropriation for fiscal year 2019 is provided solely for the  
8 expansion of evidence-based treatments and therapies as described in  
9 section 203(2) of this act.

10        (x) During fiscal year 2019, any amounts provided in this section  
11 that are used for case management services for pregnant and parenting  
12 women must be contracted directly between the authority and providers  
13 rather than through contracts with behavioral health organizations.

14        (y) Within the amounts appropriated in this section, the  
15 authority may contract with the University of Washington and  
16 community-based providers for the provision of the parent-child  
17 assistance program or other specialized chemical dependency case  
18 management providers for pregnant, post-partum, and parenting women.  
19 For all contractors: (i) Service and other outcome data must be  
20 provided to the authority by request; and (ii) indirect charges for  
21 administering the program must not exceed ten percent of the total  
22 contract amount.

23        (z) \$1,750,000 of the general fund—federal appropriation (from  
24 the substance abuse prevention and treatment federal block grant) is  
25 provided solely for the continued funding of existing county drug and  
26 alcohol use prevention programs.

27        (aa) \$200,000 of the dedicated marijuana account—state  
28 appropriation for fiscal year 2019 is provided solely for a contract  
29 with the Washington state institute for public policy to conduct  
30 cost-benefit evaluations of the implementation of chapter 3, Laws of  
31 2013 (Initiative Measure No. 502).

32        (bb) \$500,000 of the dedicated marijuana account—state  
33 appropriation for fiscal year 2019 is provided solely to design and  
34 administer the Washington state healthy youth survey and the  
35 Washington state young adult behavioral health survey.

36        (cc) \$396,000 of the dedicated marijuana account—state  
37 appropriation for fiscal year 2019 is provided solely for maintaining  
38 increased services to pregnant and parenting women provided through  
39 the parent child assistance program.

1 (dd) \$250,000 of the dedicated marijuana account—state  
2 appropriation for fiscal year 2019 is provided solely for a grant to  
3 the office of superintendent of public instruction to provide life  
4 skills training to children and youth in schools that are in high  
5 needs communities.

6 (ee) \$386,000 of the dedicated marijuana account—state  
7 appropriation for fiscal year 2019 is provided solely to maintain  
8 increased prevention and treatment services provided by tribes and  
9 federally recognized American Indian organizations to children and  
10 youth.

11 (ff) \$2,684,000 of the dedicated marijuana account—state  
12 appropriation for fiscal year 2019 and \$950,000 of the general fund—  
13 federal appropriation are provided solely to maintain increased  
14 residential treatment services for children and youth.

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

20 (hh) \$2,434,000 of the dedicated marijuana account—state  
21 appropriation for fiscal year 2019 is provided solely for expenditure  
22 into the home visiting services account.

23 (ii) \$2,500,000 of the dedicated marijuana account—state  
24 appropriation for fiscal year 2019 is provided solely for grants to  
25 community-based programs that provide prevention services or  
26 activities to youth, including programs for school-based resource  
27 officers. These funds must be utilized in accordance with RCW  
28 69.50.540.

29 (jj) Within the amounts provided in this section, behavioral  
30 health organizations must provide outpatient chemical dependency  
31 treatment for offenders enrolled in the medicaid program who are  
32 supervised by the department of corrections pursuant to a term of  
33 community supervision. Contracts with behavioral health organizations  
34 must require that behavioral health organizations include in their  
35 provider network specialized expertise in the provision of  
36 manualized, evidence-based chemical dependency treatment services for  
37 offenders. The department of corrections and the authority must  
38 develop a memorandum of understanding for department of corrections  
39 offenders on active supervision who are medicaid eligible and meet

1 medical necessity for outpatient substance use disorder treatment.  
2 The agreement will ensure that treatment services provided are  
3 coordinated, do not result in duplication of services, and maintain  
4 access and quality of care for the individuals being served. The  
5 authority must provide all necessary data, access, and reports to the  
6 department of corrections for all department of corrections offenders  
7 that receive medicaid paid services.

8 (kk) \$562,000 of the general fund—federal appropriation is  
9 provided solely for the authority to develop a memorandum of  
10 understanding with the department of health for implementation of  
11 chapter 297, Laws of 2017 (ESHB 1427) (opioid treatment programs).  
12 The authority must use these amounts to reimburse the department of  
13 health for costs incurred through the implementation of the bill.

14 (ll) \$2,580,000 of the general fund—state appropriation for  
15 fiscal year 2019 and \$2,320,000 of the general fund—federal  
16 appropriation are provided solely for the development and operation  
17 of two secure detoxification facilities. The authority must not use  
18 any of these amounts for services in facilities that are subject to  
19 federal funding restrictions that apply to institutions for mental  
20 diseases, unless they have received a waiver that allows for full  
21 federal participation in these facilities.

22 (mm) \$100,000 of the general fund—state appropriation for fiscal  
23 year 2019 is provided solely for parenting education services focused  
24 on pregnant and parenting women.

25 (nn) Within existing appropriations, the authority shall  
26 prioritize the prevention and treatment of intravenous opiate-based  
27 drug use.

28 (oo) The criminal justice treatment account—state appropriation  
29 is provided solely for treatment and treatment support services for  
30 offenders with a substance use disorder pursuant to RCW 71.24.580.  
31 The authority must offer counties the option to administer their  
32 share of the distributions provided for under RCW 71.24.580(5)(a). If  
33 a county is not interested in administering the funds, the authority  
34 shall contract with a behavioral health organization or  
35 administrative services organization to administer these funds  
36 consistent with the plans approved by local panels pursuant to RCW  
37 71.24.580(5)(b). The authority must provide a report to the office of  
38 financial management and the appropriate committees of the

1 legislature which identifies the distribution of criminal justice  
2 treatment account funds by September 30, 2018.

3 (pp) \$23,090,000 of the general fund—state appropriation for  
4 fiscal year 2019 and \$46,222,000 of the general fund—federal  
5 appropriation are provided solely for the enhancement of community-  
6 based behavioral health services. This funding must be allocated to  
7 behavioral health organizations proportionate to their regional  
8 population. In order to receive these funds, each region must submit  
9 a plan to address the following issues: (i) Reduction in their use of  
10 long-term commitment beds through community alternatives; (ii)  
11 compliance with RCW 71.05.365 requirements for transition of state  
12 hospital patients into community settings within fourteen days of the  
13 determination that they no longer require active psychiatric  
14 treatment at an inpatient level of care; (iii) improvement of staff  
15 recruitment and retention in community behavioral health facilities;  
16 (iv) diversion of individuals with behavioral health issues from the  
17 criminal justice system; and (v) efforts to improve recovery oriented  
18 services, including, but not limited to, expansion of clubhouse  
19 models. The plans are not limited to the amounts in this subsection  
20 and may factor in all resources available for behavioral health. The  
21 authority must identify metrics for tracking progress in each of the  
22 areas identified. The authority must collect information on the  
23 metrics and outcomes and submit a report summarizing the findings to  
24 the office of financial management and the appropriate committees of  
25 the legislature by June 30, 2020. Twenty percent of the general fund—  
26 state appropriation amounts for each behavioral health organization  
27 must be used to increase their nonmedicaid funding and the remainder  
28 must be used to increase medicaid rates up to but not exceeding the  
29 top of each behavioral health organizations medicaid rate range.

30 (qq) \$11,023,000 of the general fund—state appropriation for  
31 fiscal year 2019 is provided solely to assist behavioral health  
32 organizations with the costs of providing services to medicaid  
33 clients receiving services in psychiatric facilities classified as  
34 institutions of mental diseases. The authority must distribute these  
35 amounts proportionate to the number of bed days for medicaid clients  
36 in institutions for mental diseases that were excluded from  
37 behavioral health organization fiscal year 2019 capitation rates  
38 because they exceeded the amounts allowed under federal regulations.  
39 The authority must also use these amounts to directly pay for costs

1 that are ineligible for medicaid reimbursement in institutions of  
2 mental disease facilities for American Indian and Alaska Natives who  
3 opt to receive behavioral health services on a fee-for-service basis.  
4 The amounts used for these individuals must be reduced from the  
5 allocation of the behavioral health organization where the individual  
6 resides. If a behavioral health organization receives more funding  
7 through this subsection than is needed to pay for the cost of their  
8 medicaid clients in institutions for mental diseases, they must use  
9 the remainder of the amounts to provide other services not covered  
10 under the medicaid program. The authority must explore options for  
11 continuing to expand waivers which allow for federal matching funds  
12 to be used in these facilities. The authority must submit a report on  
13 the status of the waiver to the office of financial management and  
14 the appropriate committees of the legislature by December 1, 2018.

15 (rr) \$14,500,000 of the general fund—state appropriation for  
16 fiscal year 2019 is provided solely to ensure a smooth transition to  
17 integrated managed care for behavioral health regions and to maintain  
18 the existing level of regional behavioral health crisis and diversion  
19 programs, and other required behavioral health administrative service  
20 organization services. These amounts must be used to support the  
21 regions transitioning to become mid-adopters for full integration of  
22 physical and behavioral health care. These amounts must be  
23 distributed proportionate to the population of each regional area  
24 covered. The maximum amount allowed per region is \$3,175 per 1,000  
25 residents. These amounts must be used to provide a reserve for  
26 nonmedicaid services in the region and to stabilize the new crisis  
27 services system. The authority must require all behavioral health  
28 organizations transitioning to full integration to either spend down  
29 or return all reserves in accordance with contract requirements and  
30 federal and state law. Behavioral health organization reserves may  
31 not be used to pay for services to be provided beyond the end of a  
32 behavioral health organization's contract or for start-up costs in  
33 full integration regions. The authority must ensure that any  
34 increases in expenditures in behavioral health reserve spend-down  
35 plans are required for the operation of services during the contract  
36 period and do not result in overpayment to providers.

37 (ss) \$806,000 of the general fund—federal appropriation is  
38 provided solely for the authority to develop a peer support program  
39 for individuals with substance use disorders. These amounts must be  
40 used for development of training and certification of peers



1 specialists. The authority must submit a state plan amendment which  
2 provides for these services to be included in behavioral health  
3 capitation rates beginning in fiscal year 2020 and allows for federal  
4 matching funds to be leveraged for these services.

5 (tt) \$200,000 of the general fund—state appropriation for fiscal  
6 year 2019 is provided solely for the authority, in collaboration with  
7 the department of social and health services, to further develop  
8 efforts to shift funding and risk for most civil long-term inpatient  
9 commitments into fully integrated care contracts beginning in January  
10 2020. The funding and risk for patients at the state hospitals who  
11 have been committed pursuant to dismissal of felony charges after  
12 being determined incompetent to stand trial shall not be incorporated  
13 into integrated care contracts.

14 (i) By December 1, 2018, the authority, in coordination with the  
15 department of social and health services, must submit a report to the  
16 office of financial management and the appropriate committees of the  
17 legislature on the following: (A) Actuarial estimates on the impact  
18 to per member per month payments and estimated annual state and  
19 federal costs for medicaid managed care organizations with fully  
20 integrated contracts; (B) actuarial estimates on the estimated annual  
21 costs for administrative services organizations; (C) estimates of the  
22 per-diem cost at the state hospitals that will be charged to entities  
23 with responsibility for paying for long-term civil inpatient  
24 commitments once these are incorporated into fully integrated care  
25 contracts; and (D) estimates of the amount of funding that can be  
26 reduced from direct appropriations for the state hospitals to reflect  
27 the shift in financial responsibility.

28 (ii) The authority must also explore and report on options for  
29 fully leveraging the state's share of federal medicaid  
30 disproportionate share funding allowed for institutions of mental  
31 diseases, including but not limited to: (A) Prioritizing the use of  
32 this funding for forensic patients and those civilly committed  
33 pursuant to dismissal of a felony charge; (B) obtaining an  
34 institution for mental diseases—disproportionate share hospital  
35 waiver to allow for regular medicaid federal financial participation  
36 to be used at the state hospitals; and (C) shifting some of the  
37 state's current disproportionate share funding used at the state  
38 hospitals to community-based institutions for mental diseases to  
39 reduce the state cost of patients for whom regular federal medicaid  
40 match is not allowed.

1       (uu) \$2,732,000 of the general fund—state appropriation for  
2 fiscal year 2019 and \$9,026,000 of the general fund—federal  
3 appropriation are provided solely for the authority to implement  
4 strategies to improve access to prevention and treatment of opioid  
5 use disorders. The authority may use these funds for the following  
6 activities: (i) Expansion of hub and spoke treatment networks; (ii)  
7 expansion of pregnant and parenting case management programs; (iii)  
8 grants to tribes to prevent opioid use and expand treatment for  
9 opioid use disorders; (iv) development and implementation of a tool  
10 to track medication assisted treatment provider capacity; (v) support  
11 of drug take-back programs which allow individuals to return unused  
12 opioids and other drugs for safe disposal; (vi) purchase and  
13 distribution of opioid reversal medication; and (vii) maintaining  
14 support for youth prevention services. The authority must coordinate  
15 these activities with the department of health to avoid duplication  
16 of effort and must work to identify additional federal resources that  
17 can be used to maintain and expand these efforts. The authority must  
18 submit a report to the office of financial management and the  
19 appropriate committees of the legislature on the status of these  
20 efforts by December 1, 2018. The report must include identification  
21 of any increase in behavioral health federal block grants or other  
22 federal funding awards received by the authority and the plan for the  
23 use of these funds.

24       (vv) \$150,000 of the general fund—state appropriation for fiscal  
25 year 2019 is provided solely for the authority to contract with  
26 actuaries to develop estimates for the cost of implementing new  
27 behavioral health service types in the medicaid state plan. The  
28 authority must coordinate with behavioral health organizations to  
29 identify: (i) Eligible behavioral health service types that are  
30 currently provided to medicaid enrollees without federal funding and  
31 are dependent on state, local, or other funds; and (ii) eligible  
32 behavioral health service types that are not currently available to  
33 medicaid enrollees due to the lack of federal funding. The authority  
34 must contract with the actuaries responsible for certifying state  
35 behavioral health capitation rates to develop estimates for the cost  
36 of implementing each of these services. The estimates must identify  
37 the cost of implementing each service statewide, the estimated state  
38 and federal medicaid cost, and any estimated offset in state non-  
39 medicaid spending. The authority must submit a report to the office

1 of financial management and the appropriate committees of the  
2 legislature identifying the services and costs estimates by November  
3 1, 2018.

4 (ww) \$446,000 of the general fund—state appropriation for fiscal  
5 year 2019 and \$89,000 of the general fund—federal appropriation are  
6 provided solely for the University of Washington's evidence-based  
7 practice institute which supports the identification, evaluation, and  
8 implementation of evidence-based or promising practices. The  
9 institute must work with the authority to develop a plan to seek  
10 private, federal, or other grant funding in order to reduce the need  
11 for state general funds. The authority must collect information from  
12 the institute on the use of these funds and submit a report to the  
13 office of financial management and the appropriate fiscal committees  
14 of the legislature by December 1st of each year of the biennium.

15 (xx) No more than \$13,098,000 of the general fund—federal  
16 appropriation may be expended for supported housing and employment  
17 services described in initiative 3a and 3b of the medicaid  
18 transformation demonstration waiver under healthier Washington. Under  
19 this initiative, the department and the health care authority shall  
20 ensure that allowable and necessary services are provided to eligible  
21 clients as identified by the department or its providers or third  
22 party administrator. The department and the authority in consultation  
23 with the medicaid forecast work group, shall ensure that reasonable  
24 reimbursements are established for services deemed necessary within  
25 an identified limit per individual. The department shall not increase  
26 general fund—state expenditures under this initiative. The secretary  
27 in collaboration with the director of the authority shall report to  
28 the joint select committee on health care oversight no less than  
29 quarterly on financial and health outcomes. The secretary in  
30 cooperation with the director shall also report to the fiscal  
31 committees of the legislature all of the expenditures of this  
32 subsection and shall provide such fiscal data in the time, manner,  
33 and form requested by the legislative fiscal committees.

34 (yy) \$2,000,000 of the general fund—state appropriation for  
35 fiscal year 2019 and \$2,000,000 of the general fund—federal  
36 appropriation are provided solely for the health care authority to  
37 implement a process that increases access to children's long-term  
38 inpatient program (CLIP) by increasing bed capacity through current  
39 and new providers of services.



1        The appropriations in this section are subject to the following  
 2 conditions and limitations: \$145,000 of the accident account—state  
 3 appropriation for fiscal year 2019 and \$145,000 of the medical aid  
 4 account—state for fiscal year 2019 are provided solely for  
 5 implementation of Substitute House Bill No. 1723 (Hanford  
 6 occupational disease). If the bill is not enacted by June 30, 2018,  
 7 the amounts provided in this subsection shall lapse.

8        **Sec. 216.** 2017 3rd sp.s. c 1 s 216 (uncodified) is amended to  
 9 read as follows:

10 **FOR THE CRIMINAL JUSTICE TRAINING COMMISSION**

|    |  |                               |
|----|--|-------------------------------|
| 11 | General Fund—State Appropriation (FY 2018) . . . . .       | (( <del>\$21,703,000</del> )) |
| 12 |  | <u>\$21,668,000</u>           |
| 13 | General Fund—State Appropriation (FY 2019) . . . . .       | (( <del>\$20,705,000</del> )) |
| 14 |  | <u>\$23,139,000</u>           |
| 15 | General Fund—Private/Local Appropriation . . . . .         | (( <del>\$5,905,000</del> ))  |
| 16 |  | <u>\$6,673,000</u>            |
| 17 | Death Investigations Account—State Appropriation . . . . . | \$148,000                     |
| 18 | Municipal Criminal Justice Assistance Account—State        |                               |
| 19 | Appropriation . . . . .                                    | \$460,000                     |
| 20 | <u>Pension Funding Stabilization Account—State</u>         |                               |
| 21 | <u>Appropriation. . . . .</u>                              | <u>\$460,000</u>              |
| 22 | Washington Auto Theft Prevention Authority Account—State   |                               |
| 23 | Appropriation . . . . .                                    | \$8,167,000                   |
| 24 | 24/7 Sobriety Account—State Appropriation . . . . .        | (( <del>\$30,000</del> ))     |
| 25 |  | <u>\$20,000</u>               |
| 26 | TOTAL APPROPRIATION. . . . .                               | (( <del>\$57,118,000</del> )) |
| 27 |  | <u>\$60,735,000</u>           |

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

30        (1) \$5,000,000 of the general fund—state appropriation for fiscal  
 31 year 2018 and \$5,000,000 of the general fund—state appropriation for  
 32 fiscal year 2019, are provided to the Washington association of  
 33 sheriffs and police chiefs solely to verify the address and residency  
 34 of registered sex offenders and kidnapping offenders under RCW  
 35 9A.44.130. The association may use no more than \$50,000 per fiscal  
 36 year of the amounts provided on program management activities.

1 (2) \$1,284,000 of the general fund—state appropriation for fiscal  
2 year 2018 and (~~(\$1,283,000)~~) \$1,546,000 of the general fund—state  
3 appropriation for fiscal year 2019 are provided solely for seventy-  
4 five percent of the costs of providing six additional statewide basic  
5 law enforcement trainings in (~~each~~) fiscal year 2018, and seven  
6 additional statewide basic law enforcement trainings in fiscal year  
7 2019. The criminal justice training commission must schedule its  
8 funded classes to minimize wait times throughout each fiscal year and  
9 meet statutory wait time requirements.

10 (3) (~~(\$745,000)~~) \$792,000 of the general fund—local appropriation  
11 is provided solely to purchase ammunition for the basic law  
12 enforcement academy. Jurisdictions shall reimburse to the criminal  
13 justice training commission the costs of ammunition, based on the  
14 average cost of ammunition per cadet, for cadets that they enroll in  
15 the basic law enforcement academy.

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

18 (5) \$100,000 of the general fund—state appropriation for fiscal  
19 year 2018 and \$100,000 of the general fund—state appropriation for  
20 fiscal year 2019 are provided solely for a school safety program. The  
21 commission, in collaboration with the school safety center advisory  
22 committee, shall provide the school safety training for all school  
23 administrators and school safety personnel hired after the effective  
24 date of this section.

25 (6) \$96,000 of the general fund—state appropriation for fiscal  
26 year 2018 and \$96,000 of the general fund—state appropriation for  
27 fiscal year 2019 are provided solely for the school safety center  
28 within the commission. The safety center shall act as an information  
29 dissemination and resource center when an incident occurs in a school  
30 district in Washington or in another state, coordinate activities  
31 relating to school safety, and review and approve manuals and  
32 curricula used for school safety models and training. Through an  
33 interagency agreement, the commission shall provide funding for the  
34 office of the superintendent of public instruction to continue to  
35 develop and maintain a school safety information web site. The school  
36 safety center advisory committee shall develop and revise the  
37 training program, using the best practices in school safety, for all  
38 school safety personnel. The commission shall provide research-

1 related programs in school safety and security issues beneficial to  
2 both law enforcement and schools.

3 (7) \$146,000 of the general fund—state appropriation for fiscal  
4 year 2018 and \$146,000 of the general fund—state appropriation for  
5 fiscal year 2019 are provided solely for the costs of providing  
6 statewide advanced driving training with the use of a driving  
7 simulator.

8 (8) \$679,000 of the general fund—state appropriation for fiscal  
9 year 2018 and \$587,000 of the general fund—state appropriation for  
10 fiscal year 2019 are provided solely for implementation of chapter  
11 261, Laws of 2017 (SHB 1501) (attempts to obtain firearms).

12 (9) \$57,000 of the general fund—state appropriation for fiscal  
13 year 2018 is provided solely for implementation of chapter 295, Laws  
14 of 2017 (SHB 1258) (first responders/disability).

15 (10) \$198,000 of the general fund—state appropriation for fiscal  
16 year 2018 and \$414,000 of the general fund—state appropriation for  
17 fiscal year 2019 are provided solely for implementation of chapter  
18 290, Laws of 2017 (ESHB 1109) (victims of sexual assault).

19 (11) \$117,000 of the general fund—state appropriation for fiscal  
20 year 2018, \$117,000 of the general fund—state appropriation for  
21 fiscal year 2019, and \$1,000,000 of the Washington auto theft  
22 prevention account—state appropriation are provided solely for the  
23 first responder building mapping information system.

24 (12) \$595,000 of the general fund—state appropriation for fiscal  
25 year 2018 and \$595,000 of the general fund—state appropriation for  
26 fiscal year 2019 are provided solely to continue crisis intervention  
27 training required in chapter 87, Laws of 2015.

28 (13) \$250,000 of the general fund—state appropriation for fiscal  
29 year 2018 and \$250,000 of the general fund—state appropriation for  
30 fiscal year 2019 are provided solely for the criminal justice  
31 training commission to deliver research-based programs to instruct,  
32 guide, and support local law enforcement agencies in fostering the  
33 "guardian philosophy" of policing, which emphasizes de-escalating  
34 conflicts and reducing the use of force.

35 (14) \$429,000 of the general fund—state appropriation for fiscal  
36 year 2018 and \$429,000 of the general fund—state appropriation for  
37 fiscal year 2019 are provided solely for expenditure into the  
38 nonappropriated Washington internet crimes against children account  
39 for the implementation of chapter 84, Laws of 2015.

1 (15) \$842,000 of the general fund—state appropriation for fiscal  
2 year 2018 and (~~(\$353,000)~~) \$1,260,000 of the general fund—state  
3 appropriation for fiscal year 2019 are provided solely for the  
4 purpose of creating and funding on an ongoing basis the: (a) Updating  
5 and providing of basic and in-service training for peace officers and  
6 corrections officers that emphasizes de-escalation and use of less  
7 lethal force; and (b) creation and provision of an evidence-based  
8 leadership development program, in partnership with Microsoft, that  
9 trains, equips, and supports law enforcement leaders using research-  
10 based strategies to reduce crime and improve public trust. Of the  
11 amounts appropriated in this subsection, \$907,000 of the general fund  
12 —state appropriation for fiscal year 2019 is provided solely for the  
13 training in (a) of this subsection.

14 (16) \$100,000 of the general fund—state appropriation for fiscal  
15 year 2018 and \$100,000 of the general fund—state appropriation for  
16 fiscal year 2019 are provided solely to the Washington association of  
17 sheriffs and police chiefs to fund pilot projects in Benton county to  
18 support local law enforcement education for law enforcement, medical  
19 professionals, first responders, courts, educators, and others to  
20 raise awareness and identifying warning signs of human trafficking.  
21 Any educational opportunities created through the pilot projects in  
22 Benton county may provide access for adjacent counties if resources  
23 and availability permits.

24 (17) \$500,000 of the general fund—state appropriation for fiscal  
25 year 2018 is provided solely to the Washington association of  
26 sheriffs and police chiefs to administer statewide training in the  
27 use of the Washington state gang database, established in compliance  
28 with RCW 43.43.762, and provide grant funding to ensure agencies  
29 enter appropriate and reliable data into the database. The training  
30 shall develop professionals with regional responsibilities for  
31 database administration throughout the state.

32 (18) \$1,000,000 of the general fund—state appropriation for  
33 fiscal year 2019 is provided solely for providing grants for the  
34 mental health field response team grant program established in House  
35 Bill No. 2892 (mental health field response). If the bill is not  
36 enacted by June 30, 2018, the amount provided in this subsection  
37 shall lapse.

38 (19) \$176,000 of the general fund—state appropriation for fiscal  
39 year 2019 is provided solely for the implementation of Substitute



1 House Bill No. 1022 (crime victim participation). If the bill is not  
2 enacted by June 30, 2018, the amount provided in this subsection  
3 shall lapse.

4 (20) \$50,000 of the general fund—state appropriation for fiscal  
5 year 2019 is provided solely for the Washington association of  
6 sheriffs and police chiefs to convene a work group to develop  
7 strategies for identification and intervention against potential  
8 perpetrators of mass shootings, with an emphasis on school safety,  
9 and report on recommendations for their prevention.

10 (a) The work group includes, but is not limited to,  
11 representatives of the superintendent of public instruction, the  
12 school safety center advisory committee, state colleges and  
13 universities, local law enforcement, the Washington state patrol, the  
14 attorney general, mental health experts, victims of mass shootings,  
15 and the American civil liberties union of Washington.

16 (b) The work group shall assess and make recommendations  
17 regarding:

18 (i) Strategies to identify persons who may commit mass shootings  
19 associated with K-12 schools and colleges and universities;

20 (ii) A survey of services around the state available for those  
21 experiencing a mental health crisis;

22 (iii) A survey of state and federal laws related to intervening  
23 against potential perpetrators or confiscating their firearms; and

24 (iv) Strategies used by other states or recommended nationally to  
25 address the problem of mass shootings.

26 (c) The work group shall submit a report, which may include  
27 findings, recommendations, and proposed legislation, to the  
28 appropriate committees of the legislature by December 1, 2018. The  
29 report shall consider the following strategies:

30 (i) Promoting to the public the availability of extreme risk  
31 protection orders as a means of avoiding mass shootings;

32 (ii) A rapid response interdisciplinary team composed of law  
33 enforcement, mental health experts, and other appropriate parties who  
34 could be mobilized to intervene and prevent a potential crisis at a  
35 school or institution of higher learning; and

36 (iii) Whether reasonable restrictions should be imposed on the  
37 access to firearms by those suffering from a mental illness that are  
38 consistent with the individual right to bear arms.

1       **Sec. 217.** 2017 3rd sp.s. c 1 s 217 (uncodified) is amended to  
2 read as follows:

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

|    |   |                                |
|----|---|--------------------------------|
| 4  | General Fund—State Appropriation (FY 2018) . . . . .          | (( <del>\$7,671,000</del> ))   |
| 5  |   | <u>\$6,513,000</u>             |
| 6  | General Fund—State Appropriation (FY 2019) . . . . .          | (( <del>\$8,897,000</del> ))   |
| 7  |   | <u>\$9,285,000</u>             |
| 8  | General Fund—Federal Appropriation . . . . .                  | \$11,876,000                   |
| 9  | Asbestos Account—State Appropriation . . . . .                | (( <del>\$527,000</del> ))     |
| 10 |   | <u>\$526,000</u>               |
| 11 | Electrical License Account—State Appropriation . . . . .      | (( <del>\$52,100,000</del> ))  |
| 12 |   | <u>\$53,776,000</u>            |
| 13 | Farm Labor Contractor Account—State Appropriation . . . . .   | \$28,000                       |
| 14 | Worker and Community Right-to-Know Account—State              |                                |
| 15 | Appropriation . . . . .                                       | (( <del>\$993,000</del> ))     |
| 16 |   | <u>\$991,000</u>               |
| 17 | Public Works Administration Account—State                     |                                |
| 18 | Appropriation . . . . .                                       | (( <del>\$6,303,000</del> ))   |
| 19 |   | <u>\$9,849,000</u>             |
| 20 | Manufactured Home Installation Training                       |                                |
| 21 | Account—State Appropriation . . . . .                         | (( <del>\$378,000</del> ))     |
| 22 |   | <u>\$377,000</u>               |
| 23 | Accident Account—State Appropriation . . . . .                | (( <del>\$320,314,000</del> )) |
| 24 |   | <u>\$320,925,000</u>           |
| 25 | Accident Account—Federal Appropriation . . . . .              | \$16,765,000                   |
| 26 | Medical Aid Account—State Appropriation . . . . .             | (( <del>\$333,053,000</del> )) |
| 27 |   | <u>\$334,083,000</u>           |
| 28 | Medical Aid Account—Federal Appropriation . . . . .           | \$3,739,000                    |
| 29 | Plumbing Certificate Account—State Appropriation . . . . .    | (( <del>\$1,882,000</del> ))   |
| 30 |   | <u>\$1,880,000</u>             |
| 31 | Pressure Systems Safety Account—State Appropriation . . . . . | (( <del>\$4,442,000</del> ))   |
| 32 |   | <u>\$4,433,000</u>             |
| 33 | Construction Registration Inspection Account—State            |                                |
| 34 | Appropriation. . . . .  | (( <del>\$19,128,000</del> ))  |
| 35 |   | <u>\$20,945,000</u>            |
| 36 | <u>Pension Funding Stabilization Account—State</u>            |                                |
| 37 | <u>Appropriation. . . . .</u>                                 | <u>\$1,435,000</u>             |
| 38 | TOTAL APPROPRIATION. . . . .                                  | (( <del>\$788,096,000</del> )) |
| 39 |   | <u>\$797,426,000</u>           |

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

3 ~~((+3))~~ (1) \$123,000 of the accident account—state appropriation  
4 and \$22,000 of the medical aid—state appropriation are provided  
5 solely for implementation of chapter 150, Laws of 2017 (House Bill  
6 No. 1906) (farm internship).

7 ~~((+4))~~ (2) The department, in collaboration with the health care  
8 authority, shall work to ensure that a single platform provider  
9 credentialing system is implemented. The authority and department  
10 shall ensure that appropriate cost offsets and cost avoidance are  
11 assumed for reduced staff time required for provider credentialing  
12 activity and reductions in improper billing activity when  
13 implementing provider credentialing systems. The department must  
14 enter into an agreement with the health care authority to pay its  
15 share of the costs of implementing and operating a new provider  
16 credentialing system.

17 ~~((+5) \$6,124,000)~~ (3) \$5,802,000 of the accident account—state  
18 appropriation and ~~((+5,989,000))~~ \$5,676,000 of the medical aid  
19 account—state appropriation are provided solely for business  
20 transformation projects and are subject to the conditions,  
21 limitations, and review provided in section 724 of this act.

22 ~~((+6))~~ (4) \$19,128,000 of the construction registration  
23 inspection account—state appropriation is provided solely to  
24 implement House Bill No. 1716 (construction inspection account). If  
25 the bill is not enacted by July 31, 2017, the amounts provided in  
26 this subsection shall lapse.

27 ~~((+7))~~ (5) \$2,000,000 of the accident account—state  
28 appropriation and \$2,000,000 of the medical account—state  
29 appropriation are provided solely for a contract with a workforce  
30 institute to provide supplemental instruction for information  
31 technology apprentices. Funds spent for this purpose must be matched  
32 by an equal amount of funding from the information technology  
33 industry members, except small and mid-sized employers. Up to  
34 \$2,000,000 may be spent to provide supplemental instruction for  
35 apprentices at small and mid-sized businesses. "Small and mid-sized  
36 employers" means those that have fewer than one hundred employees or  
37 have less than five percent net profitability.

38 (6) \$250,000 of the medical aid account—state appropriation and  
39 \$250,000 of the accident account—state appropriation are provided

1 solely for the department of labor and industries safety and health  
2 assessment and research for prevention program to conduct research to  
3 address the high injury rates of the janitorial workforce. The  
4 research must quantify the physical demands of common janitorial work  
5 tasks and assess the safety and health needs of janitorial workers.  
6 The research must also identify potential risk factors associated  
7 with increased risk of injury in the janitorial workforce and measure  
8 workload based on the strain janitorial work tasks place on janitors'  
9 bodies. The department must conduct interviews with janitors and  
10 their employers to collect information on risk factors, identify the  
11 tools, technologies, and methodologies used to complete work, and  
12 understand the safety culture and climate of the industry. The  
13 department must issue an initial report to the legislature, by June  
14 30, 2020, assessing the physical capacity of workers in the context  
15 of the industry's economic environment and ascertain usable support  
16 tools for employers and workers to decrease risk of injury. After the  
17 initial report, the department must produce annual progress reports,  
18 beginning in 2021 through the year 2022 or until the tools are fully  
19 developed and deployed. The annual progress reports must be submitted  
20 to the legislature by December 1st of each year such reports are due.

21 (7) \$1,272,000 of the public works administration account—state  
22 appropriation is provided solely to implement Engrossed Second  
23 Substitute House Bill No. 1673 (responsible bidder criteria). If the  
24 bill is not enacted by June 30, 2018, the amount provided in this  
25 subsection shall lapse.

26 (8) \$185,000 of the accident account—state appropriation and  
27 \$185,000 of the medical aid account—state appropriation are provided  
28 solely to implement Substitute House Bill No. 1723 (Hanford/  
29 occupational disease). If the bill is not enacted by June 30, 2018,  
30 the amounts provided in this subsection shall lapse.

31 (9) \$422,000 of the medical aid account—state appropriation is  
32 provided solely to implement Second Substitute Senate Bill No. 6245  
33 (spoken language interpreters). If the bill is not enacted by June  
34 30, 2018, the amount provided in this subsection shall lapse.

35 (10) \$51,000 of the medial aid account—state appropriation and  
36 \$50,000 of the accident account—state appropriation are provided  
37 solely for the implementation of Substitute House Bill No. 1022  
38 (crime victim participation). If the bill is not enacted by June 30,  
39 2018, the amounts provided in this subsection shall lapse.

1       **Sec. 218.** 2017 3rd sp.s. c 1 s 218 (uncodified) is amended to  
2 read as follows:

3       **FOR THE DEPARTMENT OF VETERANS AFFAIRS**

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

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

23       (b) Each year, there is fluctuation in the revenue collected to  
24 support the operation of the state veteran homes. When the department  
25 has foreknowledge that revenue will decrease, such as from a loss of  
26 census or from the elimination of a program, the legislature expects  
27 the department to make reasonable efforts to reduce expenditures in a  
28 commensurate manner and to demonstrate that it has made such efforts.  
29 In response to any request by the department for general fund—state  
30 appropriation to backfill a loss of revenue, the legislature shall  
31 consider the department's efforts in reducing its expenditures in  
32 light of known or anticipated decreases to revenues.

33       (2) HEADQUARTERS

|    |  |                          |
|----|--|--------------------------|
| 34 | General Fund—State Appropriation (FY 2018) . . . . . | <del>(\$2,004,000)</del> |
| 35 |  | <u>\$1,913,000</u>       |
| 36 | General Fund—State Appropriation (FY 2019) . . . . . | <del>(\$1,997,000)</del> |
| 37 |  | <u>\$1,907,000</u>       |
| 38 | Charitable, Educational, Penal, and Reformatory      |                          |
| 39 | Institutions Account—State Appropriation . . . . .   | \$10,000                 |

1 Pension Funding Stabilization Account—State

|   |                               |                              |
|---|-------------------------------|------------------------------|
| 2 | <u>Appropriation. . . . .</u> | \$185,000                    |
| 3 | TOTAL APPROPRIATION. . . . .  | (( <del>\$4,011,000</del> )) |
| 4 |                               | <u>\$4,015,000</u>           |

5 The appropriations in this subsection are subject to the  
6 following conditions and limitations: \$85,000 of the general fund—  
7 state appropriation for fiscal year 2018 and \$84,000 of the general  
8 fund—state appropriation for fiscal year 2019 are provided solely for  
9 the implementation of chapter 173, Laws of 2017 (ESSB 1802)  
10 (veterans' shared leave pool).

11 ((+2)) (3) FIELD SERVICES

|    |  |                              |
|----|--|------------------------------|
| 12 | General Fund—State Appropriation (FY 2018) . . . . . | (( <del>\$6,220,000</del> )) |
| 13 |  | <u>\$6,077,000</u>           |
| 14 | General Fund—State Appropriation (FY 2019) . . . . . | (( <del>\$6,278,000</del> )) |
| 15 |  | <u>\$6,126,000</u>           |
| 16 | General Fund—Federal Appropriation . . . . .         | (( <del>\$3,751,000</del> )) |
| 17 |  | <u>\$3,747,000</u>           |
| 18 | General Fund—Private/Local Appropriation . . . . .   | (( <del>\$4,799,000</del> )) |
| 19 |  | <u>\$4,794,000</u>           |

20 Veteran Estate Management Account—Private/Local

|    |                         |                            |
|----|-------------------------|----------------------------|
| 21 | Appropriation . . . . . | (( <del>\$666,000</del> )) |
| 22 |                         | <u>\$664,000</u>           |

23 Pension Funding Stabilization Account—State

|    |                               |                               |
|----|-------------------------------|-------------------------------|
| 24 | <u>Appropriation. . . . .</u> | \$443,000                     |
| 25 | TOTAL APPROPRIATION. . . . .  | (( <del>\$21,714,000</del> )) |
| 26 |                               | <u>\$21,851,000</u>           |

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

29 (a) \$300,000 of the general fund—state appropriation for fiscal  
30 year 2018 and \$300,000 of the general fund—state appropriation for  
31 fiscal year 2019 are provided solely to provide crisis and emergency  
32 relief and education, training, and employment assistance to veterans  
33 and their families in their communities through the veterans  
34 innovation program.

35 (b) \$200,000 of the general fund—state appropriation for fiscal  
36 year 2018 and \$200,000 of the general fund—state appropriation for  
37 fiscal year 2019 are provided solely for the implementation of  
38 chapter 192, Laws of 2017 (SB 5849) (veterans' services).

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

5 ((~~3~~)) (4) INSTITUTIONAL SERVICES

|    |  |                      |
|----|--|----------------------|
| 6  | General Fund—State Appropriation (FY 2018)         | (\$2,105,000)        |
| 7  |  | <u>\$11,925,000</u>  |
| 8  | General Fund—State Appropriation (FY 2019)         | (\$2,307,000)        |
| 9  |  | <u>\$5,831,000</u>   |
| 10 | General Fund—Federal Appropriation                 | (\$93,767,000)       |
| 11 |  | <u>\$84,027,000</u>  |
| 12 | General Fund—Private/Local Appropriation           | (\$35,687,000)       |
| 13 |  | <u>\$27,983,000</u>  |
| 14 | <u>Pension Funding Stabilization Account—State</u> |                      |
| 15 | <u>Appropriation</u>                               | <u>\$1,462,000</u>   |
| 16 | TOTAL APPROPRIATION                                | (\$133,866,000)      |
| 17 |  | <u>\$131,228,000</u> |

18 **Sec. 219.** 2017 3rd sp.s. c 1 s 219 (uncodified) is amended to  
19 read as follows:

20 **FOR THE DEPARTMENT OF HEALTH**

|    |   |                      |
|----|---|----------------------|
| 21 | General Fund—State Appropriation (FY 2018)            | (\$71,759,000)       |
| 22 |   | <u>\$70,667,000</u>  |
| 23 | General Fund—State Appropriation (FY 2019)            | (\$72,148,000)       |
| 24 |   | <u>\$78,618,000</u>  |
| 25 | General Fund—Federal Appropriation                    | (\$550,186,000)      |
| 26 |   | <u>\$550,114,000</u> |
| 27 | General Fund—Private/Local Appropriation              | (\$185,189,000)      |
| 28 |   | <u>\$186,257,000</u> |
| 29 | Hospital Data Collection Account—State Appropriation  | (\$348,000)          |
| 30 |   | <u>\$347,000</u>     |
| 31 | Health Professions Account—State Appropriation        | (\$129,629,000)      |
| 32 |   | <u>\$132,578,000</u> |
| 33 | Aquatic Lands Enhancement Account—State Appropriation | \$623,000            |
| 34 | Emergency Medical Services and Trauma Care Systems    |                      |
| 35 | Trust Account—State Appropriation                     | (\$9,247,000)        |
| 36 |   | <u>\$9,872,000</u>   |
| 37 | Safe Drinking Water Account—State Appropriation       | (\$5,678,000)        |
| 38 |   | <u>\$5,667,000</u>   |

|    |  |                                  |
|----|--|----------------------------------|
| 1  | Drinking Water Assistance Account—Federal                        |                                  |
| 2  | Appropriation . . . . .  | (( <del>\$16,016,000</del> ))    |
| 3  |  | <u>\$15,990,000</u>              |
| 4  | Waterworks Operator Certification—State Appropriation            | (( <del>\$1,671,000</del> ))     |
| 5  |  | <u>\$1,836,000</u>               |
| 6  | Drinking Water Assistance Administrative Account—State           |                                  |
| 7  | Appropriation . . . . .  | (( <del>\$372,000</del> ))       |
| 8  |  | <u>\$371,000</u>                 |
| 9  | Site Closure Account—State Appropriation . . . . .               | (( <del>\$169,000</del> ))       |
| 10 |  | <u>\$168,000</u>                 |
| 11 | Biotoxin Account—State Appropriation . . . . .                   | (( <del>\$1,972,000</del> ))     |
| 12 |  | <u>\$1,968,000</u>               |
| 13 | State Toxics Control Account—State Appropriation . . . . .       | (( <del>\$4,259,000</del> ))     |
| 14 |  | <u>\$4,249,000</u>               |
| 15 | Medicaid Fraud Penalty Account—State Appropriation . . . . .     | (( <del>\$938,000</del> ))       |
| 16 |  | <u>\$1,098,000</u>               |
| 17 | Medical Test Site Licensure Account—State                        |                                  |
| 18 | Appropriation . . . . .  | (( <del>\$2,594,000</del> ))     |
| 19 |  | <u>\$2,591,000</u>               |
| 20 | Youth Tobacco and Vapor Products Prevention Account—State        |                                  |
| 21 | Appropriation . . . . .  | (( <del>\$4,963,000</del> ))     |
| 22 |  | <u>\$3,363,000</u>               |
| 23 | Dedicated Marijuana Account—State Appropriation                  |                                  |
| 24 | (FY 2018). . . . .   | \$9,761,000                      |
| 25 | Dedicated Marijuana Account—State Appropriation                  |                                  |
| 26 | (FY 2019). . . . .   | (( <del>\$9,766,000</del> ))     |
| 27 |  | <u>\$9,764,000</u>               |
| 28 | Public Health Supplemental Account—Private/Local                 |                                  |
| 29 | Appropriation . . . . .  | \$3,248,000                      |
| 30 | <u>Pension Funding Stabilization Account—State</u>               |                                  |
| 31 | <u>Appropriation. . . . .</u>                                    | <u>\$3,821,000</u>               |
| 32 | Accident Account—State Appropriation . . . . .                   | (( <del>\$344,000</del> ))       |
| 33 |  | <u>\$343,000</u>                 |
| 34 | Medical Aid Account—State Appropriation . . . . .                | \$53,000                         |
| 35 | Suicide-Safer Homes Project Account—State Appropriation. . . . . | \$50,000                         |
| 36 | TOTAL APPROPRIATION. . . . .                                     | (( <del>\$1,080,983,000</del> )) |
| 37 |  | <u>\$1,093,417,000</u>           |

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



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

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

27 (3) In accordance with RCW 43.20B.110, 43.135.055, and 71.24.035,  
28 the department is authorized to adopt license and certification fees  
29 in fiscal years 2018 and 2019 to support the costs of the regulatory  
30 program. The department's fee schedule shall have differential rates  
31 for providers with proof of accreditation from organizations that the  
32 department has determined to have substantially equivalent standards  
33 to those of the department, including but not limited to the joint  
34 commission on accreditation of health care organizations, the  
35 commission on accreditation of rehabilitation facilities, and the  
36 council on accreditation. To reflect the reduced costs associated  
37 with regulation of accredited programs, the department's fees for  
38 organizations with such proof of accreditation must reflect the lower  
39 costs of licensing for these programs than for other organizations  
40 which are not accredited.

1 (4)(a) \$5,000,000 of the general fund—state appropriation for  
2 fiscal year 2018 and \$5,000,000 of the general fund—state  
3 appropriation for fiscal year 2019 are provided solely for the  
4 department to support the local health jurisdictions to improve their  
5 ability to address (i) communicable disease monitoring and prevention  
6 and (ii) chronic disease and injury prevention. The department and  
7 representatives of local health jurisdictions must work together to  
8 arrive at a mutually acceptable allocation and distribution of funds  
9 and to determine the best accountability measures to ensure efficient  
10 and effective use of funds, emphasizing the use of shared services.

11 (b) By December 31, 2017, the department shall provide a  
12 preliminary report, and by November 30, 2018, a final report, to the  
13 appropriate committees of the legislature regarding:

14 (i) The allocation of funding, as provided in this subsection, to  
15 the local health jurisdictions;

16 (ii) Steps taken by the local health jurisdictions that received  
17 funding to improve communicable disease monitoring and prevention and  
18 chronic disease and injury prevention;

19 (iii) An assessment of the effectiveness of the steps taken by  
20 local health jurisdictions and the criteria measured; and

21 (iv) Any recommendations for future models for service delivery  
22 to address communicable and chronic diseases.

23 (5)(a) \$1,000,000 of the general fund—state appropriation for  
24 fiscal year 2018 and \$1,000,000 of the general fund—state  
25 appropriation for fiscal year 2019 are provided solely for the  
26 department, as part of foundational public health services, to  
27 implement strategies to control the spread of communicable diseases  
28 and other health threats. These strategies may include updating or  
29 replacing equipment in the state public health laboratory; addressing  
30 health inequities among state residents; reporting on the root cause  
31 analyses of adverse events at medical facilities; performing critical  
32 activities to prevent adverse health consequences of hepatitis C; or  
33 assessing information technology system consolidation and  
34 modernization opportunities for statewide public health data systems.

35 (b) By November 30, 2018, the department shall develop a  
36 statewide governmental public health improvement plan and provide it  
37 to the appropriate committees of the legislature.

38 (6) \$26,000 of the general fund—state appropriation for fiscal  
39 year 2018 and \$10,000 of the general fund—state appropriation for

1 fiscal year 2019 are provided solely for the implementation of  
2 chapter 295, Laws of 2017 (SHB 1258) (first responders/disability).

3 (7) Within amounts appropriated in this section, funding is  
4 provided to implement chapter 312, Laws of 2017 (SSB 5046) (language  
5 of public notices).

6 (8) \$39,000 of the general fund—local appropriation is provided  
7 solely for the implementation of chapter 249, Laws of 2017 (ESHB  
8 1714) (nurse staffing plans).

9 (9) \$27,000 of the health professions account—state appropriation  
10 and \$50,000 of the Suicide-Safer Homes Project account are provided  
11 solely for the implementation of chapter 262, Laws of 2017 (E2SHB  
12 1612) (reducing access to lethal means).

13 (10) \$269,000 of the health professions account—state  
14 appropriation is provided solely for the implementation of chapter  
15 297, Laws of 2017 (ESHB 1427) (opioid treatment program).

16 (11) \$350,000 of the general fund—state appropriation for fiscal  
17 year 2018 and \$350,000 of the general fund—state appropriation for  
18 fiscal year 2019 are provided to the department solely to cover costs  
19 of providing increased capacity under existing contracts with suicide  
20 prevention lines to respond to calls to the national suicide  
21 prevention lifeline.

22 (12) \$40,000 of the general fund—state appropriation for fiscal  
23 year 2018 and (~~(\$40,000)~~) \$90,000 of the general fund—state  
24 appropriation for fiscal year 2019 are provided solely for the  
25 midwifery licensure and regulatory program to supplement revenue from  
26 fees. The department shall charge no more than five hundred twenty-  
27 five dollars annually for new or renewed licenses for the midwifery  
28 program.

29 (13)(a) Within amounts appropriated in this section, the  
30 department, in consultation with advocacy groups and experts that  
31 focus on hunger and poverty issues, shall produce a report regarding  
32 ongoing nutrition assistance programs funded by the United States  
33 department of agriculture and administered in Washington state. The  
34 report must be a compilation, by program, of data already collected  
35 by the department of social and health services, the department of  
36 health, the office of the superintendent of public instruction, and  
37 the Washington state department of agriculture, and it must include,  
38 where available, but is not limited to:

1 (i) The number of people in Washington who are eligible for the  
2 program;

3 (ii) The number of people in Washington who participated in the  
4 program;

5 (iii) The average annual participation rate in the program;

6 (iv) Participation rates by geographic distribution; and

7 (v) The annual federal funding of the program in Washington.

8 (b) The department shall report to the appropriate committees of  
9 the legislature and to the governor. An initial report is due by  
10 April 30, 2018, and a second report is due by April 30, 2019.

11 (14) Information technology projects or investments and proposed  
12 projects or investments impacting time capture, payroll and payment  
13 processes and systems eligibility, case management, and authorization  
14 systems within the department of health are subject to technical  
15 oversight by the office of the state chief information officer.

16 (15) \$2,604,000 of the health professions account—state  
17 appropriation is provided solely for the medical quality assurance  
18 commission to address increased workload.

19 (16) \$896,000 of the health professions account—state  
20 appropriation is provided solely for the pharmacy commission to  
21 improve research and communication to pharmacies regarding the  
22 development and implementation of new and changing rules.

23 (17) \$9,000,000 of the general fund—federal appropriation is  
24 provided solely for the department to implement projects and  
25 activities during the 2017-2019 fiscal biennium that are designed to  
26 improve the health and well-being of individuals living with human  
27 immunodeficiency virus, including:

28 (a) A health disparity project to increase access to dental,  
29 mental health, and housing services for populations that have  
30 historically experienced limited access to needed services, including  
31 Latino individuals in central Washington;

32 (b) A project to establish a peer-to-peer network for individuals  
33 living with human immunodeficiency virus. Trained navigators will  
34 work to link individuals living with human immunodeficiency virus to  
35 medical care, housing support, training, and other needed services;

36 (c) A project to expand the MAX clinic within Harborview hospital  
37 to serve an increased number of high-need clients and establishing a  
38 MAX clinic to serve high-need clients in Pierce county. This project  
39 shall also provide statewide training for staff of the department, of

1 local health jurisdictions, and of providers of services for persons  
2 with human immunodeficiency virus;

3 (d) The development of a single eligibility portal to allow  
4 statewide usage and streamlined case management for individuals who  
5 are living with human immunodeficiency virus and receiving public  
6 health services; and

7 (e) An assessment and evaluation of the effectiveness of each of  
8 the projects outlined in subsections (a) through (d) of this  
9 subsection.

10 (18) \$6,096,000 of the general fund—local appropriation is  
11 provided solely for the department to target its efforts in the HIV  
12 early intervention program toward populations with health  
13 disparities.

14 (19) \$1,118,000 of the general fund—local appropriation is  
15 provided solely for equipment, testing supplies, and materials  
16 necessary to add x-linked adrenoleukodystrophy to the mandatory  
17 newborn screening panel. The department is authorized to increase the  
18 newborn screening fee by \$8.10.

19 (20) \$1,500,000 of the general fund—state appropriation for  
20 fiscal year 2018 and \$1,500,000 of the general fund—state  
21 appropriation for fiscal year 2019 are provided solely for:

22 (a) Increased screening, case management, and an electronic data  
23 reporting system to identify children who are at the highest risk of  
24 having elevated levels of lead in their blood, prioritizing children  
25 who live in areas where the risk is highest; and

26 (b) Sampling and testing of drinking water and water fixtures in  
27 public schools. The department, in collaboration with the educational  
28 service districts, must prioritize testing within elementary schools  
29 where drinking water and water fixtures have not been tested for  
30 contaminants at any time, and elementary schools where drinking water  
31 and water fixtures have not been tested within the past three years.  
32 Consistent with the United States environmental protection agency's  
33 manual, "3Ts for Reducing Lead in Drinking Water in Schools—Revised  
34 Technical Guidance," the department must develop guidance and testing  
35 protocols for the lead action level for drinking water and for  
36 testing drinking water and drinking water fixtures in public and  
37 private schools. The guidance must include:

38 (i) Actions to take if test results exceed the federal action  
39 level or public drinking water standard;

1 (ii) Recommendations to schools on prioritizing fixture  
2 replacement, and options for further reducing lead, including  
3 replacement of fixtures or use of certified filters when results are  
4 below the federal action level for schools, but exceed the maximum  
5 level recommended by the American Academy of Pediatrics; and

6 (iii) Recommendations for communicating test results and risk to  
7 parents and the community, including that there is no safe level of  
8 lead in water and that action may be warranted even if levels are  
9 below the action level.

10 (21) \$277,000 of the general fund—local appropriation is provided  
11 solely to implement chapter 207, Laws of 2017 (E2SHB 1819)  
12 (children's mental health).

13 (22) \$130,000 of the general fund—state appropriation for fiscal  
14 year 2018 and \$130,000 of the general fund—state appropriation for  
15 fiscal year 2019 are provided solely to increase the funding for the  
16 breast, cervical, and colon health program administered by the  
17 department.

18 (23) Within the amounts appropriated in this section, and in  
19 accordance with RCW 43.20B.110 and 70.41.100, the department shall  
20 set fees to include the full costs of the performance of inspections  
21 pursuant to RCW 70.41.080.

22 (24) Within the amounts appropriated in this section, and in  
23 accordance with RCW 43.70.110 and 71.12.470, the department shall set  
24 fees to include the full costs of the performance of inspections  
25 pursuant to RCW 71.12.485.

26 ~~(25) ((\$250,000 of the general fund state appropriation for  
27 fiscal year 2018 and \$250,000 of the general fund state appropriation  
28 for fiscal year 2019 are provided solely for the department to  
29 contract with a nongovernmental entity that has experience in  
30 adapting global health strategies to underserved communities for a  
31 pilot program to develop strategies to address health disparities in  
32 rural communities. The program should engage marginalized communities  
33 in order to identify barriers and social determinants that most  
34 impact health, including access to housing and food and economic  
35 stability. The department must report to the legislature by December  
36 1, 2018, regarding identified barriers and any recommendations for  
37 interventions.~~

38 ~~(26))~~ \$27,000 of the general fund—state appropriation for fiscal  
39 year 2018 and \$16,000 of the general fund—state appropriation for

1 fiscal year 2019 are provided solely for the implementation of  
2 chapter 273, Laws of 2017 (E2SHB 1358) (community assistance referral  
3 programs).

4 ~~((+27+))~~ (26) \$224,000 of the health professions account—state  
5 appropriation is provided solely for the implementation of chapter  
6 320, Laws of 2017 (SSB 5322) (dentists and third parties).

7 ~~((+28+))~~ (27) \$93,000 of the health professions account—state  
8 appropriation is provided solely for the implementation of chapter  
9 101, Laws of 2017 (ESHB 1431) (osteopathic medicine and surgery).

10 ~~((+29+))~~ (28) \$82,000 of the general fund—local appropriation is  
11 provided solely for the implementation of chapter 263, Laws of 2017  
12 (SSB 5152) (pediatric transitional care).

13 ~~((+30+))~~ (29) \$25,000 of the general fund—state appropriation for  
14 fiscal year 2018 is provided solely for the department to prepare and  
15 submit a report about the certificate of need program to the governor  
16 and the appropriate fiscal and policy committees of the legislature  
17 by October 1, 2017. By health care setting, for each of the preceding  
18 ten fiscal years, the report must show the total number of  
19 applications, the total number of accepted applications, the total  
20 number of beds requested, the total number of beds approved, and a  
21 summary of the most common reasons for declining an application. The  
22 report must include suggestions for modifying the program to increase  
23 the number of successful applications. At least one suggestion must  
24 address the goal of adding psychiatric beds within hospitals.

25 ~~((+31+))~~ (30) The department, in collaboration with the health  
26 care authority, shall work to ensure that a single platform provider  
27 credentialing system is implemented. The authority and department  
28 shall ensure that appropriate cost offsets and cost avoidance are  
29 assumed for reduced staff time required for provider credentialing  
30 activity and reductions in improper billing activity when  
31 implementing provider credentialing systems.

32 ~~((+32+))~~ (31) \$28,000 of the general fund—state appropriation for  
33 fiscal year 2018 and \$28,000 of the general fund—state appropriation  
34 for fiscal year 2019 are provided solely for staffing capacity at the  
35 department to support a performance audit of the fee-setting process  
36 for each health profession licensed by the department.

37 ~~((+33+))~~ (32) The appropriations in this section include  
38 sufficient funding for the implementation of chapter 294, Laws of  
39 2017 (SSB 5835) (health outcomes/pregnancy).

1       (33) \$670,000 of the general fund—state appropriation for fiscal  
2 year 2019 is provided solely for a collaboration between local public  
3 health, accountable communities of health, and health care providers  
4 to reduce preventable hospitalizations. This one-year initiative will  
5 take place in the Tacoma/Pierce county local health jurisdiction.

6       (34) \$556,000 of the general fund—state appropriation for fiscal  
7 year 2019 is provided solely to replace the comprehensive hospital  
8 abstract reporting system and is subject to the conditions,  
9 limitations, and review provided in section 724, chapter 1, Laws of  
10 2017 3rd sp. sess.

11       (35) \$40,000 of the general fund—state appropriation for fiscal  
12 year 2019 is provided solely for the department, in partnership with  
13 the department of social and health services and the health care  
14 authority, to assist a collaborative public-private entity with  
15 implementation of recommendations in the state plan to address  
16 alzheimer's disease and other dementias.

17       (36) In accordance with RCW 70.96A.090, 71.24.035, 43.20B.110,  
18 and 43.135.055, the department is authorized to adopt fees for the  
19 review and approval of mental health and substance use disorder  
20 treatment programs in fiscal years 2018 and 2019 as necessary to  
21 support the costs of the regulatory program. The department's fee  
22 schedule must have differential rates for providers with proof of  
23 accreditation from organizations that the department has determined  
24 to have substantially equivalent standards to those of the  
25 department, including but not limited to the joint commission on  
26 accreditation of health care organizations, the commission on  
27 accreditation of rehabilitation facilities, and the council on  
28 accreditation. To reflect the reduced costs associated with  
29 regulation of accredited programs, the department's fees for  
30 organizations with such proof of accreditation must reflect the lower  
31 cost of licensing for these programs than for other organizations  
32 which are not accredited.

33       (37) \$30,000 of the general fund—state appropriation for fiscal  
34 year 2019 is provided solely for the nursing care quality assurance  
35 commission to convene and facilitate a work group to assess the need  
36 for nurses in long-term care settings and to make recommendations  
37 regarding worker recruitment, training, and retention challenges for  
38 long-term care providers in the sectors of skilled nursing  
39 facilities, assisted-living facilities, and adult family homes.



- 1       (a) The work group must:
- 2       (i) Determine the current and projected worker vacancy rates in  
3 the long-term care sectors compared to the workload projections for  
4 these sectors;
- 5       (ii) Develop recommendations for a standardized training  
6 curriculum for certified nursing assistants that ensures that workers  
7 are qualified to provide care in each sector, including integration  
8 into the curriculum of specific training for the care of clients with  
9 dementia, developmental disabilities, and mental health issues;
- 10       (iii) Review academic and other prerequisites for training for  
11 licensed practical nurses to identify any barriers to career  
12 advancement for certified nursing assistants;
- 13       (iv) Identify barriers to career advancement for long-term care  
14 workers; and
- 15       (v) Evaluate the oversight roles of the department of health and  
16 the department of social and health services for nurse training  
17 programs and make recommendations for streamlining those roles.
- 18       (b) The members of the work group must include the following:
- 19       (i) The chair of the house health care and wellness committee or  
20 his or her designee;
- 21       (ii) The chair of the senate health and long-term care committee  
22 or his or her designee;
- 23       (iii) The assistant secretary of the aging and disability support  
24 administration of the department of social and health services, or  
25 his or her designee;
- 26       (iv) A member of the Washington apprenticeship and training  
27 council, chosen by the director of the department of labor and  
28 industries;
- 29       (v) A representative from the health services quality assurance  
30 division of the department of health, chosen by the secretary;
- 31       (vi) The executive director of the Washington state board for  
32 community and technical colleges or his or her designee;
- 33       (vii) A representative of the largest statewide association  
34 representing nurses;
- 35       (viii) A representative of the largest statewide union  
36 representing home care workers;
- 37       (ix) A representative of the largest statewide association  
38 representing assisted living and skilled nursing facilities;
- 39       (x) A representative of the adult family home council of  
40 Washington; and

1 (xi) The Washington state long-term care ombuds or his or her  
2 designee.

3 (d) The work group must meet at least three times, and the first  
4 meeting must occur no later than July 15, 2018. The commission must  
5 report no later than December 15, 2018, to the governor and the  
6 legislature regarding the work group's assessments and  
7 recommendations.

8 (38) \$150,000 of the general fund—state appropriation for fiscal  
9 year 2019 is provided solely for the department to implement training  
10 and education recommendations described in the 2016 report of the  
11 community health worker task force. The department shall report to  
12 the legislature on the progress of implementation no later than June  
13 30, 2019. These moneys shall only be used to cover the cost of the  
14 department's staff time, meeting expenses, and community outreach.

15 (39) \$3,000,000 of the general fund—state appropriation for  
16 fiscal year 2019 is provided solely to Seattle and King county public  
17 health for core public health services that prevent and stop the  
18 spread of communicable disease, including but not limited to zoonotic  
19 and emerging diseases and chronic hepatitis B and hepatitis C.

20 (40) \$100,000 of the general fund—state appropriation for fiscal  
21 year 2018 and \$360,000 of the general fund—state appropriation for  
22 fiscal year 2019 are provided solely for the department to coordinate  
23 with local health jurisdictions to establish and maintain  
24 comprehensive Group B programs to ensure safe and reliable drinking  
25 water. These amounts shall be used to support the costs of the  
26 development and adoption of rules, policies and procedures, and for  
27 technical assistance, training, and other program-related costs.

28 (41) \$485,000 of the general fund—state appropriation for fiscal  
29 year 2019 is provided solely for the implementation of Second  
30 Substitute House Bill No. 2671 (behavioral health/agricultural  
31 industry). If the bill is not enacted by June 30, 2018, the amounts  
32 provided in this subsection shall lapse.

33 (42) \$113,000 of the general fund—local appropriation is provided  
34 solely to implement Engrossed Substitute Senate Bill No. 6037  
35 (uniform parentage act). If this bill is not enacted by June 30,  
36 2018, the amount provided in this subsection shall lapse.

37 (43) \$19,000 of the health professions account—state  
38 appropriation is provided solely to implement Substitute Senate Bill

1 No. 6273 (state charity care). If this bill is not enacted by June  
2 30, 2018, the amount provided in this subsection shall lapse.

3 (44) \$200,000 of the general fund—state appropriation for fiscal  
4 year 2019 is provided solely for a grant to the Benton-Franklin local  
5 health jurisdiction to expand its youth suicide prevention activities  
6 and to serve as a case study to identify best practice materials,  
7 training, intervention practices, and promotional strategies that can  
8 be replicated in other local health jurisdictions. The amounts  
9 appropriated must be used for the following activities:

10 (a) Prior to September 1, 2018, the Benton-Franklin local health  
11 jurisdiction must document the materials, training, intervention  
12 practices, and promotional strategies for youth suicide prevention  
13 that are available within Benton county and Franklin county.

14 (b) Prior to October 1, 2018, the Benton-Franklin local health  
15 jurisdiction must host a summit about the issue of youth suicide  
16 prevention. The summit must include attendees from schools, health  
17 care organizations, nonprofit organizations, and other relevant  
18 organizations from Benton county and Franklin county. The summit may  
19 also include attendees from other areas of the state who have unique  
20 knowledge and expertise with the issue of youth suicide prevention.  
21 Prior to the summit, the Benton-Franklin local health jurisdiction  
22 must share the result of the work described in (a) of this subsection  
23 with all attendees. During the summit, the Benton-Franklin local  
24 health jurisdiction must survey the attendees to determine best  
25 practices for educational materials, training, intervention  
26 practices, and promotional strategies.

27 (c) Prior to November 1, 2018, the Benton-Franklin local health  
28 jurisdiction must complete a plan for expanding youth suicide  
29 prevention that is based primarily on the survey of attendees  
30 described in (b) of this subsection. For each investment, the plan  
31 must describe the amount of funding utilized, as well as the expected  
32 results. The plan must be shared with the office of financial  
33 management, and the appropriate fiscal and policy committees of the  
34 legislature, by November 10, 2018.

35 (d) Prior to June 15, 2019, the Benton-Franklin local health  
36 jurisdiction must complete a final report summarizing the work  
37 completed to satisfy (a) through (c) of this subsection. The final  
38 report must include a description of outcomes that can be measured  
39 and linked to the expansion of youth suicide prevention activities  
40 funded by this subsection. The final report will serve as a guide for

1 further expansion of youth suicide prevention in Benton-Franklin, or  
2 within other local health jurisdictions. The final report must be  
3 shared with the office of financial management, and the appropriate  
4 fiscal and policy committees of the legislature, by June 30, 2019.

5 (45) \$300,000 of the general fund—state appropriation for fiscal  
6 year 2019, \$626,000 of the emergency medical services account  
7 appropriation, and \$70,000 of the health profession account  
8 appropriation are provided solely for the department to establish a  
9 statewide electronic emergency medical services data system for  
10 licensed ambulances and aid services to report and furnish patient  
11 encounter data, for the distribution of health care supplies through  
12 the hub and spoke community-based public health programs, and for  
13 knowledge-based identity verification for the prescription monitoring  
14 program. The secretary shall be responsible for coordinating the  
15 statewide response to the opioid epidemic.

16 (46) \$375,000 of the general fund—state appropriation for fiscal  
17 year 2019 is provided solely for the department to contract with a  
18 private or nonprofit business or organization with experience using  
19 evidence-based practices and promising practices for global  
20 strategies to reduce health disparities and address root social  
21 determinants of health for underserved communities in rural  
22 Washington state; with experience in working with underserved  
23 populations who face barriers to basic health and economic resources,  
24 including lack of access to preventative care, contributing to  
25 mismanagement of chronic disease and shortened lifespan; and with  
26 expertise regarding Washington state's global health institutions to  
27 bring strategies that have proven effective in developing countries  
28 to underserved communities in the United States. The program should  
29 engage marginalized communities in order to identify barriers and  
30 social determinants that most impact health, including access to  
31 housing and food and economic stability and be able to identify,  
32 train, and provide tools to community leaders. The department must  
33 report to the legislature by December 1, 2019, regarding identified  
34 barriers and any recommendations for interventions.

35 (47) \$160,000 of the medicaid fraud penalty account—state  
36 appropriation is provided solely for additional staffing to  
37 coordinate the integration of the prescription monitoring program  
38 data into electronic health systems pursuant to chapter 297, Laws of  
39 2017 (ESHB 1427) (opioid treatment programs).



1 TOTAL APPROPRIATION. . . . . ((~~\$128,711,000~~))  
2 \$130,020,000

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

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

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

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

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

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

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

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

1 (ii) The provision must allow for the termination of the contract  
2 if the department or department of enterprise services determines  
3 that the vendor is not in compliance with this agreement or contract  
4 term.

5 (iii) The department must implement this provision with any new  
6 contract and at the time of renewal of any existing contract.

7 (c) (~~(\$865,000)~~) \$488,000 of the general fund—state appropriation  
8 for fiscal year 2018 and (~~(\$587,000)~~) \$964,000 of the general fund—  
9 state appropriation for fiscal year 2019 are provided solely for  
10 information technology business solutions and are subject to the  
11 conditions, limitations, and review provided in section 724 of this  
12 act.

13 (d) The department, in collaboration with the health care  
14 authority, shall work to ensure that a single platform provider  
15 credentialing system is implemented. The authority and department  
16 shall ensure that appropriate cost offsets and cost avoidance are  
17 assumed for reduced staff time required for provider credentialing  
18 activity and reductions in improper billing activity when  
19 implementing provider credentialing systems.

20 (e) \$51,000 of the general fund—state appropriation for fiscal  
21 year 2018 is provided solely for the implementation of Substitute  
22 House Bill No. 2638 (graduated reentry program). If the bill is not  
23 enacted by June 30, 2018, the amount in this subsection shall lapse.

24 (2) CORRECTIONAL OPERATIONS

|    |  |                                  |
|----|--|----------------------------------|
| 25 | General Fund—State Appropriation (FY 2018) . . . . .     | ( <del>(\$541,061,000)</del> )   |
| 26 |  | <u>\$499,134,000</u>             |
| 27 | General Fund—State Appropriation (FY 2019) . . . . .     | ( <del>(\$562,878,000)</del> )   |
| 28 |  | <u>\$515,165,000</u>             |
| 29 | General Fund—Federal Appropriation . . . . .             | \$818,000                        |
| 30 | Washington Auto Theft Prevention Authority Account—State |                                  |
| 31 | Appropriation . . . . .                                  | ( <del>(\$4,608,000)</del> )     |
| 32 |  | <u>\$4,588,000</u>               |
| 33 | <u>Pension Funding Stabilization Account—State</u>       |                                  |
| 34 | <u>Appropriation. . . . .</u>                            | <u>\$62,831,000</u>              |
| 35 | TOTAL APPROPRIATION. . . . .                             | ( <del>(\$1,109,365,000)</del> ) |
| 36 |  | <u>\$1,082,536,000</u>           |

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

1 (a) The department may contract for beds statewide to the extent  
2 that it is at no net cost to the department. The department shall  
3 calculate and report the average cost per offender per day, inclusive  
4 of all services, on an annual basis for a facility that is  
5 representative of average medium or lower offender costs. The  
6 duration of the contracts may be for up to four years. The department  
7 shall not pay a rate greater than \$85 per day per offender for all  
8 costs associated with the offender while in the local correctional  
9 facility to include programming and health care costs, or the  
10 equivalent of \$85 per day per bed including programming and health  
11 care costs for full units. The capacity provided at local  
12 correctional facilities must be for offenders whom the department of  
13 corrections defines as medium or lower security offenders.  
14 Programming provided for inmates held in local jurisdictions is  
15 included in the rate, and details regarding the type and amount of  
16 programming, and any conditions regarding transferring offenders must  
17 be negotiated with the department as part of any contract. Local  
18 jurisdictions must provide health care to offenders that meet  
19 standards set by the department. The local jail must provide all  
20 medical care including unexpected emergent care. The department must  
21 utilize a screening process to ensure that offenders with existing  
22 extraordinary medical/mental health needs are not transferred to  
23 local jail facilities. If extraordinary medical conditions develop  
24 for an inmate while at a jail facility, the jail may transfer the  
25 offender back to the department, subject to terms of the negotiated  
26 agreement. Health care costs incurred prior to transfer are the  
27 responsibility of the jail.

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

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

38 (~~(\$250,000 of the general fund—state appropriation for fiscal~~  
39 ~~year 2018 and~~)) \$250,000 of the general fund—state appropriation for



1 fiscal year 2019 are provided solely for the department to enter into  
2 an agreement to purchase electricity for the Monroe correctional  
3 complex from a ~~((sawmill waste cogeneration system that is connected  
4 to a lumber mill that employs at least 150 people. The agreement  
5 cannot increase the total cost for the purchase of electricity for  
6 the entire complex))~~ source located in Snohomish county that is  
7 fueled using commercial or industrial waste from an on-site lumber  
8 mill that employs at least 150 people.

9 (e) Within the amounts appropriated in this section, funding is  
10 provided to implement chapter 335, Laws of 2017 (SB 5037) (DUI 4th  
11 offense/felony).

12 (f) The appropriations in this section include sufficient funding  
13 for the implementation of chapter 226, Laws of 2017 (HB 1153)  
14 (vulnerable persons/crimes).

15 ~~(g) ((The appropriations in this section include sufficient  
16 funding for the implementation of Senate Bill No. 5934 (concerning  
17 convicted persons)-~~

18 ~~(i))~~ Within the amounts appropriated in this section, the  
19 department of corrections must review the use of full body scanners  
20 at state correctional facilities for women to reduce the frequency of  
21 strip and body cavity searches and report with recommendations to the  
22 governor and the appropriate legislative committees by November 15,  
23 2017. The report must address the cost of technology, installation,  
24 and maintenance; the benefits to personnel and inmates; information  
25 regarding accumulated exposure to radiation; and general guidelines  
26 for implementation at a pilot facility.

27 (h) \$400,000 of the general fund—state appropriation for fiscal  
28 year 2019 is provided solely for the department to contract with an  
29 independent third party to: (i) Provide a comprehensive review of the  
30 prison staffing model; and (ii) develop an updated prison staffing  
31 model for use by the department.

32 (i) \$240,000 of the general fund—state appropriation for fiscal  
33 year 2019 is provided solely for the department to install a body  
34 scanner at the Washington corrections center for women as a pilot  
35 project to reduce strip searches. The department must collect data on  
36 its change in practices, the benefits or issues with utilizing body  
37 scanners in the prison, and provide a report to the legislature and  
38 the appropriate fiscal committees of the legislature by October 15,  
39 2019.

1 (j) \$240,000 of the general fund—state appropriation for fiscal  
2 year 2019 is provided solely for implementation of Engrossed Second  
3 Substitute House Bill No. 1889 (corrections ombuds). If the bill is  
4 not enacted by June 30, 2018, the amount provided in this subsection  
5 shall lapse.

6 (3) COMMUNITY SUPERVISION

|    |  |           |                                |
|----|--|-----------|--------------------------------|
| 7  | General Fund—State Appropriation (FY 2018)         | . . . . . | (( <del>\$181,670,000</del> )) |
| 8  |  |           | <u>\$179,455,000</u>           |
| 9  | General Fund—State Appropriation (FY 2019)         | . . . . . | (( <del>\$187,807,000</del> )) |
| 10 |  |           | <u>\$189,378,000</u>           |
| 11 | General Fund—Federal Appropriation                 | . . . . . | (( <del>\$2,368,000</del> ))   |
| 12 |  |           | <u>\$2,898,000</u>             |
| 13 | <u>Pension Funding Stabilization Account—State</u> |           |                                |
| 14 | <u>Appropriation.</u>                              | . . . . . | <u>\$12,791,000</u>            |
| 15 | TOTAL APPROPRIATION.                               | . . . . . | (( <del>\$371,845,000</del> )) |
| 16 |  |           | <u>\$384,522,000</u>           |

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

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

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

34 (c) By January 1, 2018, the department of corrections shall  
35 provide a report to the office of financial management and the  
36 appropriate fiscal and policy committees of the legislature to  
37 include a review of the department's policies and procedures related  
38 to swift and certain sanctioning, and identification of legal  
39 decisions that impact caseload and operations. The report shall

1 include recommendations for improving public and staff safety while  
 2 decreasing recidivism through improved alignment of the department's  
 3 policies and procedures with current best practices concerning swift  
 4 and certain sanctioning. The report shall include a review of  
 5 department practices, legal decisions that impact caseload and  
 6 operations, an analysis of current best practices in other  
 7 jurisdictions that have adopted swift and certain sanctioning, and  
 8 recommendations to improve the department's practices and procedures.

9 (d) Within the amounts appropriated in this section, funding is  
 10 provided to implement chapter 335, Laws of 2017 (SB 5037) (DUI 4th  
 11 offense/felony).

12 (e) ~~((The appropriations in this section include sufficient  
 13 funding for the implementation of Senate Bill No. 5934 (concerning  
 14 convicted persons).))~~ \$1,742,000 of the general fund—state  
 15 appropriation for fiscal year 2019 is provided solely for the  
 16 implementation of Substitute House Bill No. 2638 (graduated reentry  
 17 program). If the bill is not enacted by June 30, 2018, the amount in  
 18 this subsection shall lapse.

19 (4) CORRECTIONAL INDUSTRIES

|    |  |           |                              |
|----|--|-----------|------------------------------|
| 20 | General Fund—State Appropriation (FY 2018)         | . . . . . | (( <del>\$5,985,000</del> )  |
| 21 |  |           | <u>\$6,278,000</u>           |
| 22 | General Fund—State Appropriation (FY 2019)         | . . . . . | (( <del>\$6,085,000</del> )  |
| 23 |  |           | <u>\$5,959,000</u>           |
| 24 | <u>Pension Funding Stabilization Account—State</u> |           |                              |
| 25 | <u>Appropriation.</u>                              | . . . . . | <u>\$510,000</u>             |
| 26 | TOTAL APPROPRIATION.                               | . . . . . | (( <del>\$12,070,000</del> ) |
| 27 |  |           | <u>\$12,747,000</u>          |

28 (5) INTERAGENCY PAYMENTS

|    |  |           |                              |
|----|--|-----------|------------------------------|
| 29 | General Fund—State Appropriation (FY 2018) | . . . . . | (( <del>\$44,091,000</del> ) |
| 30 |  |           | <u>\$45,002,000</u>          |
| 31 | General Fund—State Appropriation (FY 2019) | . . . . . | (( <del>\$41,176,000</del> ) |
| 32 |  |           | <u>\$42,889,000</u>          |
| 33 | TOTAL APPROPRIATION.                       | . . . . . | (( <del>\$85,267,000</del> ) |
| 34 |  |           | <u>\$87,891,000</u>          |

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

37 (a) \$13,000 of the general fund—state appropriation for fiscal  
 38 year 2019 is provided solely for the implementation of Substitute

1 House Bill No. 2638 (graduated reentry program). If the bill is not  
2 enacted by June 30, 2018, the amount in this subsection shall lapse.

3 (b) \$72,000 of the general fund—state appropriation for fiscal  
4 year 2019 is provided solely for implementation of Engrossed Second  
5 Substitute House Bill No. 1889 (corrections ombuds). If the bill is  
6 not enacted by June 30, 2018, the amount provided in this subsection  
7 shall lapse.

8 (6) OFFENDER CHANGE

|    |  |           |                                |
|----|--|-----------|--------------------------------|
| 9  | General Fund—State Appropriation (FY 2018)         | . . . . . | (( <del>\$55,170,000</del> ))  |
| 10 |  |           | <u>\$52,685,000</u>            |
| 11 | General Fund—State Appropriation (FY 2019)         | . . . . . | (( <del>\$56,426,000</del> ))  |
| 12 |  |           | <u>\$56,724,000</u>            |
| 13 | <u>Pension Funding Stabilization Account—State</u> |           |                                |
| 14 | <u>Appropriation.</u>                              | . . . . . | <u>\$4,434,000</u>             |
| 15 | TOTAL APPROPRIATION.                               | . . . . . | (( <del>\$111,596,000</del> )) |
| 16 |  |           | <u>\$113,843,000</u>           |

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

19 (a) The department of corrections shall use funds appropriated in  
20 this subsection (6) for offender programming. The department shall  
21 develop and implement a written comprehensive plan for offender  
22 programming that prioritizes programs which follow the risk-needs-  
23 responsivity model, are evidence-based, and have measurable outcomes.  
24 The department is authorized to discontinue ineffective programs and  
25 to repurpose underspent funds according to the priorities in the  
26 written plan.

27 (b) The department shall submit a report by December 1, 2018, to  
28 the appropriate committees of the legislature regarding the  
29 department's compliance with this subsection. The report must: (i)  
30 Include a summary of the comprehensive plan; (ii) analyze state funds  
31 allocated to cognitive behavioral change programs and reentry  
32 specific programs, including percentages and amounts of funds used in  
33 evidence-based practices and the number of people being served; (iii)  
34 identify discontinued and newly implemented cognitive behavioral  
35 change programs and reentry specific programs, including information  
36 used by the department in evaluating the effectiveness of  
37 discontinued and implemented programs; and (iv) provide  
38 recommendations to improve program outcomes, including recommended  
39 strategies, deadlines, and funding.

1 (c) Within the amounts appropriated in this section, funding is  
2 provided to implement chapter 335, Laws of 2017 (SB 5037) (DUI 4th  
3 offense/felony).

4 (d) \$334,000 of the general fund—state appropriation for fiscal  
5 year 2019 is provided solely for the implementation of Substitute  
6 House Bill No. 2638 (graduated reentry program). If the bill is not  
7 enacted by June 30, 2018, the amount in this subsection shall lapse.

8 (7) HEALTH CARE SERVICES

|    |   |                                |
|----|---|--------------------------------|
| 9  | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$128,680,000</del> )) |
| 10 |   | <u>\$144,271,000</u>           |
| 11 | General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$127,782,000</del> )) |
| 12 |   | <u>\$146,621,000</u>           |
| 13 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$256,462,000</del> )) |
| 14 |   | <u>\$290,892,000</u>           |

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

20 **Sec. 221.** 2017 3rd sp.s. c 1 s 221 (uncodified) is amended to  
21 read as follows:

22 **FOR THE DEPARTMENT OF SERVICES FOR THE BLIND**

|    |  |                               |
|----|--|-------------------------------|
| 23 | General Fund—State Appropriation (FY 2018) . . . . . | (( <del>\$2,478,000</del> ))  |
| 24 |  | <u>\$2,454,000</u>            |
| 25 | General Fund—State Appropriation (FY 2019) . . . . . | (( <del>\$2,525,000</del> ))  |
| 26 |  | <u>\$2,565,000</u>            |
| 27 | General Fund—Federal Appropriation . . . . .         | (( <del>\$25,276,00</del> ))  |
| 28 |  | <u>\$25,274,000</u>           |
| 29 | General Fund—Private/Local Appropriation . . . . .   | \$60,000                      |
| 30 | <u>Pension Funding Stabilization Account—State</u>   |                               |
| 31 | <u>Appropriation. . . . .</u>                        | <u>\$173,000</u>              |
| 32 | TOTAL APPROPRIATION. . . . .                         | (( <del>\$30,339,000</del> )) |
| 33 |  | <u>\$30,526,000</u>           |

34 **Sec. 222.** 2017 3rd sp.s. c 1 s 222 (uncodified) is amended to  
35 read as follows:

36 **FOR THE EMPLOYMENT SECURITY DEPARTMENT**

|    |  |                 |
|----|--|-----------------|
| 37 | <u>General Fund—State Appropriation (FY 2019). . . . .</u> | <u>\$35,000</u> |
|----|--|-----------------|

|    |  |                                |
|----|--|--------------------------------|
| 1  | General Fund—Federal Appropriation . . . . .             | (( <del>\$216,993,000</del> )) |
| 2  |  | <u>\$209,332,000</u>           |
| 3  | General Fund—Private/Local Appropriation . . . . .       | (( <del>\$35,426,000</del> ))  |
| 4  |  | <u>\$35,405,000</u>            |
| 5  | Unemployment Compensation Administration Account—Federal |                                |
| 6  | Appropriation . . . . .                                  | (( <del>\$270,643,000</del> )) |
| 7  |  | <u>\$269,350,000</u>           |
| 8  | Administrative Contingency Account—State                 |                                |
| 9  | Appropriation . . . . .                                  | (( <del>\$20,386,000</del> ))  |
| 10 |  | <u>\$20,407,000</u>            |
| 11 | Employment Service Administrative Account—State          |                                |
| 12 | Appropriation . . . . .                                  | (( <del>\$53,555,000</del> ))  |
| 13 |  | <u>\$53,804,000</u>            |
| 14 | Family and Medical Leave Insurance Account—State         |                                |
| 15 | Appropriation. . . . .                                   | \$82,000,000                   |
| 16 | TOTAL APPROPRIATION. . . . .                             | (( <del>\$679,003,000</del> )) |
| 17 |  | <u>\$670,333,000</u>           |

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

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

23       (2) \$4,152,000 of the unemployment compensation administration  
24 account—federal appropriation is provided solely to the unemployment  
25 tax and benefits systems and is subject to the conditions,  
26 limitations, and review provided in section 724 of this act.

27       (3) \$82,000,000 of the family and medical leave insurance account  
28 —state appropriation is provided solely for implementation of  
29 Substitute House Bill No. 1116 (family and medical leave insurance),  
30 Senate Bill No. 5975 (paid family and medical leave), or Senate Bill  
31 No. 5032 (family and medical leave insurance). If none of the bills  
32 are enacted by July 31, 2017, the amount provided in this subsection  
33 shall lapse.

34       (4) \$35,000 of the general fund—state appropriation for fiscal  
35 year 2019 is provided solely for the implementation of Engrossed  
36 Second Substitute House Bill No. 1600 (career and college readiness).  
37 If the bill is not enacted by June 30, 2018, the amount provided in  
38 this subsection shall lapse.



1 department shall not require case management as a condition of the  
2 contract.

3 (b) \$253,000 of the general fund—state appropriation for fiscal  
4 year 2019 is provided solely for the costs of hub home foster  
5 families that provide a foster care delivery model that includes a  
6 licensed hub home. Use of the hub home model is intended to support  
7 foster parent retention, improve child outcomes, and encourage the  
8 least restrictive community placements for children in out-of-home  
9 care.

10 (c) \$579,000 of the general fund—state appropriation for fiscal  
11 year 2019 and \$55,000 of the general fund—federal appropriation are  
12 provided solely for a receiving care center east of the Cascade  
13 mountains.

14 (d) \$990,000 of the general fund—state appropriation for fiscal  
15 year 2019 is provided solely for services provided through children's  
16 advocacy centers.

17 (e) \$1,351,000 of the general fund—state appropriation for fiscal  
18 year 2019 is provided solely for implementation of performance-based  
19 contracts for family support and related services pursuant to RCW  
20 74.13B.020.

21 (f) \$7,173,000 of the general fund—state appropriation for fiscal  
22 year 2019 and \$6,022,000 of the general fund—federal appropriation  
23 are provided solely for family assessment response. Amounts  
24 appropriated in this subsection are sufficient to implement  
25 Substitute Senate Bill No. 6309 (family assessment response).

26 (g) \$94,000 of the general fund—state appropriation for fiscal  
27 year 2019 is provided solely for a contract with a child advocacy  
28 center in Spokane to provide continuum of care services for children  
29 who have experienced abuse or neglect and their families.

30 (h) \$2,933,000 of the general fund—state appropriation for fiscal  
31 year 2019 and \$876,000 of the general fund—federal appropriation are  
32 provided solely for the department to reduce the caseload ratios of  
33 social workers serving children in foster care to promote decreased  
34 lengths of stay and to make progress towards achievement of the Braam  
35 settlement caseload outcome.

36 (i)(A) \$540,000 of the general fund—state appropriation for  
37 fiscal year 2019, \$328,000 of the general fund private/local  
38 appropriation, and \$126,000 of the general fund—federal appropriation  
39 are provided solely for a contract with an educational advocacy



1 provider with expertise in foster care educational outreach. The  
2 amounts in this subsection are provided solely for contracted  
3 education coordinators to assist foster children in succeeding in  
4 K-12 and higher education systems and to assure a focus on education  
5 during the department's transition to performance-based contracts.  
6 Funding must be prioritized to regions with high numbers of foster  
7 care youth, or regions where backlogs of youth that have formerly  
8 requested educational outreach services exist. The department is  
9 encouraged to use private matching funds to maintain educational  
10 advocacy services.

11 (B) The department shall contract with the office of the  
12 superintendent of public instruction, which in turn shall contract  
13 with a nongovernmental entity or entities to provide educational  
14 advocacy services pursuant to RCW 28A.300.590.

15 (j) The department shall continue to implement policies to reduce  
16 the percentage of parents requiring supervised visitation, including  
17 clarification of the threshold for transition from supervised to  
18 unsupervised visitation prior to reunification.

19 (k) \$111,000 of the general fund—state appropriation for fiscal  
20 year 2019 and \$26,000 of the general fund—federal appropriation are  
21 provided solely for a base rate increase for licensed family child  
22 care providers. In addition, \$45,000 of the general fund—state  
23 appropriation for fiscal year 2019 and \$11,000 of the general fund—  
24 federal appropriation are provided solely for increasing paid  
25 professional days from three days to five days for licensed family  
26 child care providers. Amounts in this subsection are provided solely  
27 for the 2017-2019 collective bargaining agreement covering family  
28 child care providers as set forth in section 940 of this act. Amounts  
29 provided in this subsection are contingent on the enactment of Senate  
30 Bill No. 5969 (transparency in public employee collective  
31 bargaining). If the bill is not enacted by July 31, 2017, the amounts  
32 provided in this subsection (k) shall lapse.

33 (l) \$321,000 of the general fund—state appropriation for fiscal  
34 year 2019 and \$133,000 of the general fund—federal appropriation are  
35 provided solely to implement chapter 265, Laws of 2017 (SHB 1867)  
36 (ext. foster care transitions).

37 (m) \$400,000 of the general fund—state appropriation for fiscal  
38 year 2019 is provided solely for a contract with a national nonprofit  
39 organization to, in partnership with private matching funds,

1 subcontract with a community organization for specialized, enhanced  
2 adoption placement services for legally free children in state  
3 custody. The contract must supplement, but not supplant, the work of  
4 the department to secure permanent adoptive homes for children.

5 (n) \$375,000 of the general fund—state appropriation for fiscal  
6 year 2019 and \$56,000 of the general fund—federal appropriation are  
7 provided solely for the department to develop, implement, and expand  
8 strategies to improve the capacity, reliability, and effectiveness of  
9 contracted visitation services for children in temporary out-of-home  
10 care and their parents and siblings. Strategies may include, but are  
11 not limited to, increasing mileage reimbursement for providers,  
12 offering transportation-only contract options, and mechanisms to  
13 reduce the level of parent-child supervision when doing so is in the  
14 best interest of the child. The department must submit an analysis of  
15 the strategies and associated outcomes no later than October 1, 2018.

16 (o) (~~(\$3,600,000 of the general fund—state appropriation for~~  
17 ~~fiscal year 2019 is provided solely for state supplemental payments~~  
18 ~~for the state maintenance of effort requirement to qualify for~~  
19 ~~medicaid federal financial participation.)) For purposes of meeting  
20 the state's maintenance of effort for the state supplemental payment  
21 program, the department of children, youth, and families shall track  
22 and report to the department of social and health services the  
23 monthly state supplemental payment amounts attributable to foster  
24 care children who meet eligibility requirements specified in the  
25 state supplemental payment state plan. Such expenditures must equal  
26 at least \$3,100,000 annually and may not be claimed toward any other  
27 federal maintenance of effort requirement. Annual state supplemental  
28 payment expenditure targets must continue to be established by the  
29 department of social and health services. Attributable amounts must  
30 be communicated by the department of children, youth, and families to  
31 the department of social and health services on a monthly basis.~~

32 (p) \$1,018,000 of the general fund—state appropriation for fiscal  
33 year 2019 and \$195,000 of the general fund—federal appropriation are  
34 provided solely for a six percent base rate increase for child care  
35 center providers, effective September 1, 2017.

36 (q) \$1,230,000 of the general fund—state appropriation for fiscal  
37 year 2019 and \$78,000 of the general fund—federal appropriation are  
38 provided solely to increase the travel reimbursement for in-home  
39 service providers.

1 (r) The department is encouraged to control exceptional  
2 reimbursement decisions so that the child's needs are met without  
3 excessive costs.

4 (s) \$1,342,000 of the general fund—state appropriation for fiscal  
5 year 2019 and \$959,000 of the general fund—federal appropriation are  
6 provided solely to implement Engrossed Substitute Senate Bill No.  
7 5890 (foster care and adoption). Within the amounts provided in this  
8 section, \$366,000 of the general fund—state appropriation for fiscal  
9 year 2019 and \$174,000 of the general fund—federal appropriation are  
10 provided solely for short-term care for licensed foster families. If  
11 the bill is not enacted by July 31, 2017, the amounts provided in  
12 this subsection shall lapse.

13 (t) \$197,000 of the general fund—state appropriation for fiscal  
14 year 2019 is provided solely for the department to conduct biennial  
15 inspections and certifications of facilities, both overnight and day  
16 shelters, that serve those who are under 18 years old and are  
17 homeless.

18 (u) \$848,000 of the general fund—state appropriation for fiscal  
19 year 2019 is provided solely for the department to operate emergent  
20 placement contracts. The department shall not include the costs to  
21 operate emergent placement contracts in the calculations for family  
22 foster home maintenance payments.

23 (v) The appropriations in this section include sufficient funding  
24 for the implementation of Second Substitute Senate Bill No. 6453  
25 (kinship caregiver legal support).

26 (w) \$250,000 of the general fund—state appropriation for fiscal  
27 year 2019 is provided solely for the department to contract with a  
28 county-wide nonprofit organization with early childhood expertise in  
29 Pierce county for a pilot project that convenes stakeholders to  
30 develop and plan an intervention using the help me grow model to  
31 prevent child abuse and neglect.

32 (x) \$692,000 of the general fund—state appropriation for fiscal  
33 year 2019 and \$487,000 of the general fund—federal appropriation are  
34 provided solely for the department to implement an enhanced rate add-  
35 on for providers who increase bed capacity for behavioral  
36 rehabilitation services as measured against the provider's average  
37 bed capacity as of the first six months of fiscal year 2018. The  
38 department must report to the legislature no later than January 1,  
39 2019, on the effect of this enhanced rate add-on on increasing

1 behavioral rehabilitation services bed capacity and rates of  
2 placement.

3 (y) \$100,000 of the general fund—state appropriation for fiscal  
4 year 2019 is provided solely for implementation of Engrossed House  
5 Bill No. 2008 (state services for children). If the bill is not  
6 enacted by June 30, 2018, the amount provided in this subsection  
7 shall lapse.

8 (z) \$87,000 of the general fund—state appropriation for fiscal  
9 year 2019 and \$38,000 of the general fund—state appropriation are  
10 provided solely for implementation of Substitute Senate Bill No. 6222  
11 (extended foster care eligibility). If the bill is not enacted by  
12 June 30, 2018, the amount provided in this subsection shall lapse.

13 (aa) \$533,000 of the general fund—state appropriation for fiscal  
14 year 2019 is provided solely to expand performance-based contracts  
15 for family support and related services through network  
16 administrators, pursuant to Engrossed Senate Bill No. 6407  
17 (H-5083.2).

18 (bb)(i) The department of children, youth, and families in  
19 collaboration with the office of the superintendent of public  
20 instruction, the department of commerce office of homeless youth  
21 prevention and protection programs, and the student achievement  
22 council must convene a work group with aligned nongovernmental  
23 agencies, including a statewide nonprofit coalition that is  
24 representative of communities of color and low-income communities  
25 focused on educational equity, to create a plan for children and  
26 youth in foster care and children and youth experiencing homelessness  
27 to facilitate educational equity with their general student  
28 population peers and to close the disparities between racial and  
29 ethnic groups by 2027. The work group must:

30 (A) Review the educational outcomes of children and youth in  
31 foster care and children and youth experiencing homelessness,  
32 including:

33 (I) Kindergarten readiness, early grade reading, school  
34 stability, high school completion, postsecondary enrollment, and  
35 postsecondary completion; and

36 (II) Disaggregated data by race and ethnicity;

37 (B) Consider the outcomes, needs, and services for children and  
38 youth in foster care and children and youth experiencing

1 homelessness, and the specific needs of children and youth of color  
2 and those with special education needs;

3 (C) Map current education support services, including  
4 eligibility, service levels, service providers, outcomes, service  
5 coordination, data sharing, and overall successes and challenges;

6 (D) Engage stakeholders in participating in the analysis and  
7 development of recommendations, including foster youth and children  
8 and youth experiencing homelessness, foster parents and relative  
9 caregivers, birth parents, caseworkers, school districts and  
10 educators, early learning providers, postsecondary education  
11 advocates, and federally recognized tribes;

12 (E) Make recommendations for an optimal continuum of education  
13 support services to foster and homeless children and youth from  
14 preschool to postsecondary education that would provide for shared  
15 and sustainable accountability to reach the goal of educational  
16 parity, including recommendations to:

17 (I) Align indicators and outcomes across organizations and  
18 programs;

19 (II) Improve racial and ethnic equity in educational outcomes;

20 (III) Ensure access to consistent and accurate annual educational  
21 outcomes data;

22 (IV) Address system barriers such as data sharing;

23 (V) Detail options for governance and oversight to ensure  
24 educational services are continually available to foster and homeless  
25 children and youth regardless of status;

26 (VI) Detail a support structure that will ensure that educational  
27 records, educational needs, individualized education programs,  
28 credits, and other records will follow children and youth when they  
29 transition from district to district or another educational program  
30 or facility;

31 (VII) Explore the option of creating a specific statewide school  
32 district that supports the needs of and tracks the educational  
33 progress of children and youth in foster care and children and youth  
34 experiencing homelessness;

35 (VIII) Identify where opportunities exist to align policy,  
36 practices, and supports for students experiencing homelessness and  
37 foster students; and

38 (IX) Outline which recommendations can be implemented using  
39 existing resources and regulations and which require policy,  
40 administrative, and resource adjustments.

1 (ii) The work group should seek to develop an optimal continuum  
2 of services using research-based program strategies and to provide  
3 for prevention, early intervention, and seamless transitions.

4 (iii) Nothing in this subsection (1)(bb) permits disclosure of  
5 confidential information protected from disclosure under federal or  
6 state law, including but not limited to information protected under  
7 chapter 13.50 RCW. Confidential information received by the work  
8 group retains its confidentiality and may not be further disseminated  
9 except as allowed under federal and state law.

10 (iv) By December 17, 2018, the work group must provide a report  
11 to the legislature on its analysis as described under this subsection  
12 (1)(bb), the recommended plan, and any legislative and administrative  
13 changes needed to facilitate educational equity for children and  
14 youth in foster care and children and youth experiencing homelessness  
15 with their general student population peers by 2027.

16 (2) EARLY LEARNING PROGRAM

|    |   |           |                                |
|----|---|-----------|--------------------------------|
| 17 | General Fund—State Appropriation (FY 2019)          | . . . . . | (( <del>\$126,721,000</del> )) |
| 18 |   |           | <u>\$126,846,000</u>           |
| 19 | General Fund—Federal Appropriation                  | . . . . . | (( <del>\$148,179,000</del> )) |
| 20 |   |           | <u>\$149,289,000</u>           |
| 21 | Education Legacy Trust Account—State Appropriation  | .         | (( <del>\$14,192,000</del> ))  |
| 22 |   |           | <u>\$14,190,000</u>            |
| 23 | Home Visiting Services Account—State Appropriation  | . . . . . | (( <del>\$3,191,000</del> ))   |
| 24 |   |           | <u>\$5,489,000</u>             |
| 25 | Home Visiting Services Account—Federal              |           |                                |
| 26 | Appropriation                                       | . . . . . | (( <del>\$11,708,000</del> ))  |
| 27 |   |           | <u>\$11,706,000</u>            |
| 28 | WA Opportunity Pathways Account—State Appropriation | . . . . . | \$40,000,000                   |
| 29 | <u>Pension Funding Stabilization Account—State</u>  |           |                                |
| 30 | <u>Appropriation.</u>                               | . . . . . | <u>\$468,000</u>               |
| 31 | TOTAL APPROPRIATION.                                | . . . . . | (( <del>\$343,991,000</del> )) |
| 32 |   |           | <u>\$347,988,000</u>           |

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

35 (a) \$67,938,000 of the general fund—state appropriation for  
36 fiscal year 2019, \$12,125,000 of the education legacy trust account—  
37 state appropriation, and \$40,000,000 of the opportunity pathways  
38 account appropriation are provided solely for the early childhood

1 education and assistance program. These amounts shall support at  
2 least 13,491 slots in fiscal year 2019.

3 (b) \$200,000 of the general fund—state appropriation for fiscal  
4 year 2019 is provided solely to develop and provide culturally  
5 relevant supports for parents, family, and other caregivers.

6 (c)(i) The department is the lead agency for and recipient of the  
7 federal child care and development fund grant. Amounts within this  
8 grant shall be used to fund child care licensing, quality  
9 initiatives, agency administration, and other costs associated with  
10 child care subsidies. The department shall transfer a portion of this  
11 grant to the department of social and health services to fund the  
12 child care subsidies paid by the department of social and health  
13 services on behalf of the department.

14 (ii)(A) If the department receives additional federal child care  
15 and development funding while the legislature is not in session, the  
16 department shall request a federal allotment adjustment through the  
17 unanticipated receipts process defined in RCW 43.79.270 and shall  
18 prioritize its request based on the following priorities:

19 (I) Increasing child care rates comparable to market rates based  
20 on the most recent market survey;

21 (II) Increasing access to infant and toddler child care;

22 (III) Increasing access to child care in geographic areas where  
23 supply for subsidized child care does not meet the demand;

24 (IV) Providing nurse consultation services to licensed providers;

25 (V) Allowing working connections child care consumers who are  
26 full-time community or technical college students to attend college  
27 full-time and not have to meet work requirements; and

28 (VI) Meeting new or expanded federal mandates.

29 (B) The secretary of the department shall consult with the chairs  
30 and ranking members of the appropriate policy committees of the  
31 legislature prior to submitting the unanticipated receipt.

32 (d)(i) (~~(\$76,650,000)~~) \$78,090,000 of the general fund—federal  
33 appropriation is provided solely for the working connections child  
34 care program under RCW 43.215.135. In order to not exceed the  
35 appropriated amount, the department shall manage the program so that  
36 the average monthly caseload does not exceed 33,000 households. The  
37 department shall give prioritized access into the program according  
38 to the following order:

39 (A) Families applying for or receiving temporary assistance for  
40 needy families (TANF);

- 1 (B) TANF families curing sanction;
- 2 (C) Foster children;
- 3 (D) Families that include a child with special needs;
- 4 (E) Families in which a parent of a child in care is a minor who
- 5 is not living with a parent or guardian and who is a full-time
- 6 student in a high school that has a school-sponsored on-site child
- 7 care center;

8 (F) Families with a child residing with a biological parent or  
9 guardian who have received child protective services, child welfare  
10 services, or a family assessment response from the department in the  
11 past six months, and has received a referral for child care as part  
12 of the family's case management;

13 (G) Families that received subsidies within the last thirty days  
14 and:

15 (I) Have reapplied for subsidies; and

16 (II) Have household income of two hundred percent federal poverty  
17 level or below; and

18 (H) All other eligible families.

19 (ii) The department, in collaboration with the department of  
20 social and health services, must submit a final report by December 1,  
21 2018, to the governor and the appropriate fiscal and policy  
22 committees of the legislature on quality control measures for the  
23 working connections child care program. The report must include:

24 (A) A detailed narrative of the procurement and implementation of  
25 an improved time and attendance system, including a detailed  
26 accounting of the costs of procurement and implementation;

27 (B) A comprehensive description of all processes, including  
28 computer algorithms and additional rule development, that the  
29 department and the department of social and health services plan to  
30 establish prior to and after full implementation of the time and  
31 attendance system. At a minimum, processes must be designed to:

32 (I) Ensure the department's auditing efforts are informed by  
33 regular and continuous alerts of the potential for overpayments;

34 (II) Avoid overpayments to the maximum extent possible and  
35 expediently recover overpayments that have occurred;

36 (III) Withhold payment from providers when necessary to  
37 incentivize receipt of the necessary documentation to complete an  
38 audit;

39 (IV) Establish methods for reducing future payments or  
40 establishing repayment plans in order to recover any overpayments;



1 (V) Sanction providers, including termination of eligibility, who  
2 commit intentional program violations or fail to comply with program  
3 requirements, including compliance with any established repayment  
4 plans; and

5 (VI) Consider pursuit of prosecution in cases with fraudulent  
6 activity; and

7 (C) A description of the process by which fraud is identified and  
8 how fraud investigations are prioritized and expedited.

9 (iii) Beginning July 1, 2018, and annually thereafter, the  
10 department, in collaboration with the department of social and health  
11 services, must report to the governor and the appropriate fiscal and  
12 policy committees of the legislature on the status of overpayments in  
13 the working connections child care program. The report must include  
14 the following information for the previous fiscal year:

15 (A) A summary of the number of overpayments that occurred;

16 (B) The reason for each overpayment;

17 (C) The total cost of overpayments;

18 (D) A comparison to overpayments that occurred in the past two  
19 preceding fiscal years; and

20 (E) Any planned modifications to internal processes that will  
21 take place in the coming fiscal year to further reduce the occurrence  
22 of overpayments.

23 (e) Within available amounts, the department in consultation with  
24 the office of financial management and the department of social and  
25 health services shall report enrollments and active caseload for the  
26 working connections child care program to the legislative fiscal  
27 committees and the legislative-executive WorkFirst oversight task  
28 force on an agreed upon schedule. The report shall also identify the  
29 number of cases participating in both temporary assistance for needy  
30 families and working connections child care. The department must also  
31 report on the number of children served through contracted slots.

32 (f) \$1,560,000 of the general fund—state appropriation for fiscal  
33 year 2019 and \$6,712,000 of the general fund—federal appropriation  
34 are provided solely for the seasonal child care program. If federal  
35 sequestration cuts are realized, cuts to the seasonal child care  
36 program must be proportional to other federal reductions made within  
37 the department.

38 (g) (~~(\$2,522,000)~~) \$4,674,000 of the general fund—state  
39 appropriation for fiscal year 2019 is provided solely for the early

1 childhood intervention prevention services (ECLIPSE) program. The  
2 department shall contract for ECLIPSE services to provide therapeutic  
3 child care and other specialized treatment services to abused,  
4 neglected, at-risk, and/or drug-affected children. The department  
5 shall ensure that contracted providers pursue receipt of federal  
6 funding associated with the early support for infants and toddlers  
7 program. Priority for services shall be given to children referred  
8 from the department.

9 (h) (~~(\$45,359,000)~~) \$42,706,000 of the general fund—state  
10 appropriation for fiscal year 2019 and \$13,954,000 of the general  
11 fund—federal appropriation are provided solely to maintain the  
12 requirements set forth in chapter 7, Laws of 2015, 3rd sp. sess. The  
13 department shall place a ten percent administrative overhead cap on  
14 any contract entered into with the University of Washington. In its  
15 annual report to the governor and the legislature, the department  
16 shall report the total amount of funds spent on the quality rating  
17 and improvements system and the total amount of funds spent on degree  
18 incentives, scholarships, and tuition reimbursements. Of the amounts  
19 provided in this subsection (h), \$577,000 of the general fund—state  
20 appropriation for fiscal year 2019 is provided solely for a six  
21 percent base rate increase for child care center providers.

22 (i) \$1,728,000 of the general fund—state appropriation for fiscal  
23 year 2019 is provided solely for reducing barriers for low-income  
24 providers to participate in the early achievers program.

25 (j) \$300,000 of the general fund—state appropriation for fiscal  
26 year 2019 is provided solely for a contract with a nonprofit entity  
27 experienced in the provision of promoting early literacy for children  
28 through pediatric office visits.

29 (k) \$2,000,000 of the education legacy trust account—state  
30 appropriation is provided solely for early intervention assessment  
31 and services.

32 (l) \$3,445,000 of the general fund—federal appropriation for  
33 fiscal year 2019 is provided solely for the department to procure a  
34 time and attendance system and are subject to the conditions,  
35 limitations, and review provided in section 724 of this act.

36 (m) Information technology projects or investments and proposed  
37 projects or investments impacting time capture, payroll and payment  
38 processes and systems, eligibility, case management and authorization  
39 systems within the department are subject to technical oversight by

1 the office of the chief information officer. The department must  
2 collaborate with the office of the chief information officer to  
3 develop a strategic business and technology architecture plan for a  
4 child care attendance and billing system that supports a statewide  
5 architecture.

6 (n)(i)(A) The department is required to provide to the education  
7 research and data center, housed at the office of financial  
8 management, data on all state-funded early childhood programs. These  
9 programs include the early support for infants and toddlers, early  
10 childhood education and assistance program (ECEAP), and the working  
11 connections and seasonal subsidized childcare programs including  
12 license exempt facilities or family, friend, and neighbor care. The  
13 data provided by the department to the education research data center  
14 must include information on children who participate in these  
15 programs, including their name and date of birth, and dates the child  
16 received services at a particular facility.

17 (B) ECEAP early learning professionals must enter any new  
18 qualifications into the department's professional development  
19 registry starting in the 2015-16 school year, and every school year  
20 thereafter. By October 2017, and every October thereafter, the  
21 department must provide updated ECEAP early learning professional  
22 data to the education research data center.

23 (C) The department must request federally funded head start  
24 programs to voluntarily provide data to the department and the  
25 education research data center that is equivalent to what is being  
26 provided for state-funded programs.

27 (D) The education research and data center must provide an  
28 updated report on early childhood program participation and K-12  
29 outcomes to the house of representatives appropriations committee and  
30 the senate ways and means committee using available data by March  
31 2018 for the school year ending in 2017.

32 (ii) The department, in consultation with the department of  
33 social and health services, must withhold payment for services to  
34 early childhood programs that do not report on the name, date of  
35 birth, and the dates a child received services at a particular  
36 facility.

37 (o) The department shall work with state and local law  
38 enforcement, federally recognized tribal governments, and tribal law  
39 enforcement to develop a process for expediting fingerprinting and

1 data collection necessary to conduct background checks for tribal  
2 early learning and child care providers.

3 (p) \$2,651,000 of the general fund—state appropriation for fiscal  
4 year 2019 is provided solely for the 2017-2019 collective bargaining  
5 agreement covering family child care providers as set forth in  
6 section 940 of this act. Amounts provided in this subsection (p) are  
7 contingent upon the enactment of Senate Bill No. 5969 (transparency  
8 in public employee collective bargaining). If the bill is not enacted  
9 by July 31, 2017, the amount provided in this subsection shall lapse.

10 Of the amounts provided in this subsection:

11 (i) \$273,000 is for a base rate increase;

12 (ii) \$55,000 is for increasing paid professional development days  
13 from three days to five days;

14 (iii) \$1,708,000 is for the family child care providers 501(c)(3)  
15 organization for the substitute pool, training and quality  
16 improvement support services, and administration;

17 (iv) \$114,000 is for increasing licensing incentive payments; and

18 (v) \$500,000 is for needs based grants.

19 (q) \$175,000 of the general fund—state appropriation for fiscal  
20 year 2019 is provided solely for the department to contract with a  
21 nonprofit entity that provides quality improvement services to  
22 participants in the early achievers program to implement a community-  
23 based training module that supports licensed child care providers who  
24 have been rated in early achievers and who are specifically  
25 interested in serving children in the early childhood education and  
26 assistance program. The module must be functionally translated into  
27 Spanish and Somali. The module must prepare trainees to administer  
28 all aspects of the early childhood education and assistance program  
29 for eligible children in their licensed program and must be offered  
30 to 105 child care providers to serve children eligible for the early  
31 childhood education and assistance program by June 30, 2019.

32 (r) \$219,000 of the general fund—state appropriation for fiscal  
33 year 2019 is provided solely for implementation of chapter 236, Laws  
34 of 2017 (SHB 1445) (dual language in early learning & K-12).

35 (s) \$100,000 of the general fund—state appropriation for fiscal  
36 year 2019 is provided solely for implementation of chapter 202, Laws  
37 of 2017 (E2SHB 1713) (children's mental health).

1 (t) \$317,000 of the general fund—state appropriation for fiscal  
2 year 2019 are provided solely for implementation of chapter 162, Laws  
3 of 2017 (SSB 5357) (outdoor early learning programs).

4 (u) \$50,000 of the general fund—state appropriation for fiscal  
5 year 2019 is provided solely for the department, in collaboration  
6 with the department of health, to submit a report on child care nurse  
7 consultation to the governor and appropriate fiscal and policy  
8 committees of the legislature by December 1, 2018. The report must  
9 address the following:

10 (i) Provide background on what nurse consultation services are  
11 currently available to licensed child care providers; and

12 (ii) Provide options and recommendations, including fiscal  
13 estimates, for a plan to provide nurse consultation services to  
14 licensed child care providers who request assistance in addressing  
15 the health and behavioral needs of children in their care.

16 (v) \$163,000 of the general fund—state appropriation for fiscal  
17 year 2019 is provided solely for the department to develop a  
18 community-based training module in managing and sustaining a child  
19 care business for child care providers and entrepreneurs. To develop  
20 the training, the department must consult with the statewide child  
21 care resource and referral network, the community and technical  
22 college system, and one or more community-based organizations with  
23 experience in preparing child care providers for entry into the  
24 workforce. By November 1, 2018, the department must offer the  
25 training as a pilot in rural Jefferson county and urban Pierce  
26 county. The department must report on the results of the pilot to the  
27 governor and the legislature by December 1, 2019.

28 (w) \$74,000 of the general fund—state appropriation for fiscal  
29 year 2019 is provided solely for implementation of Engrossed House  
30 Bill No. 2861 (trauma-informed child care). If the bill is not  
31 enacted by June 30, 2018, the amount provided in this subsection  
32 shall lapse.

33 (x) \$750,000 of the general fund—state appropriation for fiscal  
34 year 2019 is provided solely for the implementation of the expanded  
35 learning opportunity quality initiative pursuant to RCW  
36 43.215.100(3)(d).

37 (y) \$150,000 of the general fund—state appropriation for fiscal  
38 year 2019 is provided solely to implement Engrossed Second Substitute  
39 House Bill No. 2779 (children mental health services). If the bill is

1 not enacted by June 30, 2018, the amount provided in this subsection  
2 shall lapse.

3 (3) PROGRAM SUPPORT

|  |                               |
|--|-------------------------------|
| 4 General Fund—State Appropriation (FY 2019) . . . . . | (( <del>\$50,448,000</del> )) |
| 5  | <u>\$51,709,000</u>           |
| 6 General Fund—Federal Appropriation. . . . .          | \$15,928,000                  |
| 7 TOTAL APPROPRIATION. . . . .                         | (( <del>\$66,376,000</del> )) |
| 8  | <u>\$67,637,000</u>           |

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

11 (a) The appropriations provided in this subsection are provided  
12 solely for implementation of Engrossed Second Substitute House Bill  
13 No. 1661 (child, youth, families department). If the bill is not  
14 enacted by July 31, 2017, the amount provided in this subsection  
15 shall lapse.

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

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

26 (B) Vendors may allow differentials in compensation for its  
27 workers based in good faith on any of the following:

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

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

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

1 (ii) The provision must allow for the termination of the contract  
2 if the department or department of enterprise services determines  
3 that the vendor is not in compliance with this agreement or contract  
4 term.

5 (iii) The department must implement this provision with any new  
6 contract and at the time of renewal of any existing contract.

7 (c)(i) \$150,000 of the general fund—state appropriation for  
8 fiscal year 2019 is provided solely for the department to conduct a  
9 study, jointly with the office of homeless youth prevention and  
10 protection programs within the department of commerce, on the public  
11 system response to families and youth in crisis who are seeking  
12 services to address family conflict in the absence of child abuse and  
13 neglect.

14 (ii) In conducting the study required under this section, the  
15 department and the office shall involve stakeholders involved in  
16 advocating and providing services to truants and at-risk youth, and  
17 shall consult with local jurisdictions, the Washington administrative  
18 office of the courts, and other entities as appropriate. The study  
19 shall review the utilization of existing resources such as secure  
20 crisis residential centers, crisis residential centers, and HOPE beds  
21 and make recommendations to assure effective use or redeployment of  
22 these resources.

23 (iii) The department and office shall develop recommendations to  
24 improve the delivery of services to youth and families in conflict  
25 which shall include a plan to provide community-based early  
26 intervention services as well as intensive interventions for families  
27 and youth facing crisis so severe that a youth cannot continue to  
28 reside in the home or is at risk of experiencing homelessness.  
29 Recommendations may include changes to family reconciliation  
30 services, and revisions to the at-risk youth and child in need of  
31 services petition processes, including consideration of a combined  
32 family in need of services petition process or a civil citation  
33 process.

34 (iv) The department and the office shall jointly submit  
35 recommendations required by this section to the governor and the  
36 appropriate legislative committees no later than December 15, 2018.

37 (d) \$1,000,000 of the general fund—state appropriation for fiscal  
38 year 2019 is provided solely to support the implementation of the  
39 department of children, youth, and families. The department must  
40 submit an expenditure plan to the office of financial management and

1 may expend implementation funds after the approval of the director of  
2 the office of financial management.

3 (e) \$111,000 of the general fund—state appropriation for fiscal  
4 year 2019 is provided solely for implementation of Engrossed House  
5 Bill No. 2008 (state services for children). If the bill is not  
6 enacted by June 30, 2018, the amount provided in this subsection  
7 shall lapse.

(End of part)



PART III  
NATURAL RESOURCES

Sec. 301. 2017 3rd sp.s. c 1 s 301 (uncodified) is amended to read as follows:

**FOR THE COLUMBIA RIVER GORGE COMMISSION**

|  |                              |
|--|------------------------------|
| General Fund—State Appropriation (FY 2018)         | (( <del>\$485,000</del> ))   |
|  | <u>\$468,000</u>             |
| General Fund—State Appropriation (FY 2019)         | (( <del>\$507,000</del> ))   |
|  | <u>\$496,000</u>             |
| General Fund—Federal Appropriation                 | \$32,000                     |
| General Fund—Private/Local Appropriation           | (( <del>\$960,000</del> ))   |
|  | <u>\$978,000</u>             |
| <u>Pension Funding Stabilization Account—State</u> |                              |
| <u>Appropriation</u>                               | <u>\$46,000</u>              |
| TOTAL APPROPRIATION                                | (( <del>\$1,984,000</del> )) |
|  | <u>\$2,020,000</u>           |

Sec. 302. 2017 3rd sp.s. c 1 s 302 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF ECOLOGY**

|  |                                |
|--|--------------------------------|
| General Fund—State Appropriation (FY 2018)             | (( <del>\$20,877,000</del> ))  |
|  | <u>\$19,735,000</u>            |
| General Fund—State Appropriation (FY 2019)             | (( <del>\$21,411,000</del> ))  |
|  | <u>\$22,505,000</u>            |
| General Fund—Federal Appropriation                     | (( <del>\$106,575,000</del> )) |
|  | <u>\$106,467,000</u>           |
| General Fund—Private/Local Appropriation               | (( <del>\$23,028,000</del> ))  |
|  | <u>\$23,008,000</u>            |
| Reclamation Account—State Appropriation                | (( <del>\$4,106,000</del> ))   |
|  | <u>\$4,101,000</u>             |
| Flood Control Assistance Account—State Appropriation   | (( <del>\$2,175,000</del> ))   |
|  | <u>\$4,173,000</u>             |
| State Emergency Water Projects Revolving Account—State |                                |
| Appropriation  | \$40,000                       |
| Waste Reduction/Recycling/Litter Control—State         |                                |
| Appropriation  | (( <del>\$13,736,000</del> ))  |
|  | <u>\$14,787,000</u>            |
| State Drought Preparedness Account—State Appropriation | \$204,000                      |

|    |  |                                |
|----|--|--------------------------------|
| 1  | State and Local Improvements Revolving Account (Water          |                                |
| 2  | Supply Facilities)—State Appropriation . . . . .               | \$164,000                      |
| 3  | Aquatic Algae Control Account—State Appropriation . . . . .    | \$522,000                      |
| 4  | Water Rights Tracking System Account—State Appropriation . .   | \$47,000                       |
| 5  | Site Closure Account—State Appropriation . . . . .             | \$582,000                      |
| 6  | Wood Stove Education and Enforcement Account—State             |                                |
| 7  | Appropriation . . . . .  | \$560,000                      |
| 8  | Worker and Community Right-to-Know Account—State               |                                |
| 9  | Appropriation . . . . .  | (( <del>\$1,872,000</del> ))   |
| 10 |  | <u>\$1,869,000</u>             |
| 11 | Water Rights Processing Account—State Appropriation . . . . .  | \$39,000                       |
| 12 | State Toxics Control Account—State Appropriation . . . . .     | (( <del>\$147,806,000</del> )) |
| 13 |  | <u>\$149,327,000</u>           |
| 14 | State Toxics Control Account—Private/Local                     |                                |
| 15 | Appropriation . . . . .  | \$499,000                      |
| 16 | Local Toxics Control Account—State Appropriation . . . . .     | (( <del>\$4,845,000</del> ))   |
| 17 |  | <u>\$4,864,000</u>             |
| 18 | Water Quality Permit Account—State Appropriation . . . . .     | (( <del>\$44,119,000</del> ))  |
| 19 |  | <u>\$44,403,000</u>            |
| 20 | Underground Storage Tank Account—State Appropriation . . . . . | (( <del>\$3,635,000</del> ))   |
| 21 |  | <u>\$3,661,000</u>             |
| 22 | Biosolids Permit Account—State Appropriation . . . . .         | (( <del>\$2,207,000</del> ))   |
| 23 |  | <u>\$2,203,000</u>             |
| 24 | Environmental Legacy Stewardship Account—State                 |                                |
| 25 | Appropriation . . . . .  | (( <del>\$41,259,000</del> ))  |
| 26 |  | <u>\$41,421,000</u>            |
| 27 | Hazardous Waste Assistance Account—State                       |                                |
| 28 | Appropriation . . . . .  | (( <del>\$6,466,000</del> ))   |
| 29 |  | <u>\$6,593,000</u>             |
| 30 | Radioactive Mixed Waste Account—State Appropriation . . . . .  | (( <del>\$18,170,000</del> ))  |
| 31 |  | <u>\$18,425,000</u>            |
| 32 | Air Pollution Control Account—State Appropriation . . . . .    | (( <del>\$3,437,000</del> ))   |
| 33 |  | <u>\$3,477,000</u>             |
| 34 | Oil Spill Prevention Account—State Appropriation . . . . .     | (( <del>\$8,469,000</del> ))   |
| 35 |  | <u>\$9,744,000</u>             |
| 36 | Air Operating Permit Account—State Appropriation . . . . .     | (( <del>\$3,787,000</del> ))   |
| 37 |  | <u>\$3,816,000</u>             |
| 38 | Freshwater Aquatic Weeds Account—State Appropriation . . . . . | (( <del>\$1,460,000</del> ))   |
| 39 |  | <u>\$1,459,000</u>             |

|    |  |                      |
|----|--|----------------------|
| 1  | Oil Spill Response Account—State Appropriation . . . . . | \$7,076,000          |
| 2  | <u>Dedicated Marijuana Account—State Appropriation</u>   |                      |
| 3  | <u>(FY 2019). . . . .</u>                                | <u>\$98,000</u>      |
| 4  | <u>Pension Funding Stabilization Account—State</u>       |                      |
| 5  | <u>Appropriation. . . . .</u>                            | <u>\$2,924,000</u>   |
| 6  | Water Pollution Control Revolving Administration         |                      |
| 7  | Account—State Appropriation . . . . .                    | ((\$3,601,000))      |
| 8  |  | \$3,595,000          |
| 9  | TOTAL APPROPRIATION. . . . .                             | ((\$492,774,000))    |
| 10 |  | <u>\$502,388,000</u> |

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

13 (1) \$170,000 of the oil spill prevention account—state  
14 appropriation is provided solely for a contract with the University  
15 of Washington's sea grant program to continue an educational program  
16 targeted to small spills from commercial fishing vessels, ferries,  
17 cruise ships, ports, and marinas.

18 ((+3)) (2) \$15,000,000 of the general fund—state appropriation  
19 for fiscal year 2018 and \$15,000,000 of the general fund—state  
20 appropriation for fiscal year 2019 are provided solely for activities  
21 within the water resources program.

22 ((+4)) (3) \$228,000 of the general fund—state appropriation for  
23 fiscal year 2018 and \$227,000 of the general fund—state appropriation  
24 for fiscal year 2019 are provided solely for the department to grant  
25 to the northwest straits commission to distribute equally among the  
26 seven Puget Sound marine resource committees.

27 ((+5)) (4) Within existing resources, the department of ecology  
28 must engage stakeholders in a revision of WSR 13-22-073, rule  
29 amendments to chapter 173-350 WAC, to revise the proposed rule and  
30 submit a report to the senate local government and energy,  
31 environment, and telecommunications committees and the house of  
32 representatives local government and environment committees by  
33 September 1, 2017. The report must include a summary of areas of  
34 consensus and dispute, proposed resolution of disputes, a list of  
35 engaged stakeholders, a proposed timeline for potential rule  
36 adoption, and the most recent draft of proposed amendment language,  
37 if any.

38 (5) \$180,000 of the general fund—state appropriation for fiscal  
39 year 2019, \$44,000 of the waste reduction, recycling and litter

1 control account—state appropriation, \$720,000 of the state toxics  
2 control account—state appropriation, \$17,000 of the local toxics  
3 control account—state appropriation, \$220,000 of the water quality  
4 permit account—state appropriation, \$23,000 of the underground  
5 storage tank account—state appropriation, \$132,000 of the  
6 environmental legacy stewardship account—state appropriation, \$39,000  
7 of the hazardous waste assistance account—state appropriation,  
8 \$86,000 of the radioactive mixed waste account—state appropriation,  
9 \$18,000 of the air pollution control account—state appropriation,  
10 \$41,000 of the oil spill prevention account—state appropriation, and  
11 \$23,000 of the air operating permit account—state appropriation are  
12 provided solely for modernizing and migrating the department of  
13 ecology's business applications from an agency-based data center to  
14 the state data center or a cloud environment and are subject to the  
15 conditions, limitations, and review provided in section 724, chapter  
16 1, Laws of 2017 3rd sp. sess.

17 (6) \$80,000 of the hazardous waste assistance account—state  
18 appropriation is provided solely for the implementation of Substitute  
19 House Bill No. 2634 (antifouling paints). If the bill is not enacted  
20 by June 30, 2018, the amount provided in this subsection shall lapse.

21 (7) \$97,000 of the state toxics control account—state  
22 appropriation is provided solely for the implementation of Engrossed  
23 Substitute House Bill No. 2658 (perfluorinated chemicals). If the  
24 bill is not enacted by June 30, 2018, the amount provided in this  
25 subsection shall lapse.

26 (8) \$42,000 of the general fund—state appropriation for fiscal  
27 year 2018 and \$102,000 of the general fund—state appropriation for  
28 fiscal year 2019 are provided solely for implementation of Executive  
29 Order No. 12-07, Washington's response to ocean acidification.

30 (9) \$81,000 of the oil spill prevention account—state  
31 appropriation is provided solely for rule-making and other  
32 implementation costs of chapter 239, Laws of 2017 (short line  
33 railroad).

34 (10) \$73,000 of the state toxics control account—state  
35 appropriation is provided solely for implementing the provisions of  
36 Engrossed Substitute Senate Bill No. 6413 (firefighting/toxic  
37 chemicals). If the bill is not enacted by June 30, 2018, the amount  
38 provided in this subsection shall lapse.

1       (11) \$1,143,000 of the oil spill prevention account—state  
2 appropriation is provided solely for implementing the provisions of  
3 Engrossed Second Substitute Senate Bill No. 6269 (strengthening oil  
4 transportation safety). If the bill is not enacted by June 30, 2018,  
5 the amount provided in this subsection shall lapse.

6       (12) \$190,000 of the general fund—state appropriation for fiscal  
7 year 2018, \$1,707,000 of the general fund—state appropriation for  
8 fiscal year 2019, and \$2,000,000 of the flood control assistance  
9 account—state appropriation are provided solely for the  
10 implementation of chapter 1, Laws of 2018 (ESSB 6091) (water  
11 availability).

12       (13) \$11,000 of the state toxics control account—state  
13 appropriation and \$17,000 of the air pollution control account—state  
14 appropriation are provided solely for the implementation of  
15 Substitute Senate Bill No. 6055 (apple maggot/outdoor burning). If  
16 the bill is not enacted by June 30, 2018, the amounts provided in  
17 this subsection shall lapse.

18       (14) \$14,000 of the state toxics control account—state  
19 appropriation and \$13,000 of the water quality permit account—state  
20 appropriation are provided solely for the implementation of Engrossed  
21 House Bill No. 2957 (nonnative finfish escape). If the bill is not  
22 enacted by June 30, 2018, the amounts provided in this subsection  
23 shall lapse.

24       (15)(a) \$625,000 of the general fund—state appropriation for  
25 fiscal year 2019 is provided solely to address water use in violation  
26 of chapter 90.03 or 90.44 RCW in priority watersheds. The legislature  
27 recognizes that water use in violation of chapter 90.03 or 90.44 RCW  
28 in priority watersheds can impair existing instream flows and senior  
29 water rights and supports actions taken by the department to reduce  
30 water use in violation of chapter 90.03 or 90.44 RCW. The department  
31 shall engage in compliance and enforcement work to ensure compliance  
32 with requirements under chapters 90.03 and 90.44 RCW. Funding is  
33 authorized to be used for technical assistance, informal enforcement,  
34 and formal enforcement actions.

35       (b) The department shall use funds appropriated under this  
36 section to work in water resource inventory areas where: (a) Rules  
37 have been adopted under chapters 90.22 or 90.54 RCW; (b) those rules  
38 do not specify mitigation requirements for groundwater withdrawals  
39 exempt from permitting under RCW 90.44.050; and (c) the department

1 believes water use in violation of chapter 90.03 or 90.44 RCW is  
2 negatively impacting streamflows.

3 (c) The department shall submit a report to the legislature by  
4 December 1, 2019, that summarizes the compliance and enforcement work  
5 completed in each basin, including the estimated benefit to  
6 streamflows occurring from actions taken.

7 (d) Appropriations under this section should not replace or  
8 otherwise impact funds appropriated to the department to carry out  
9 duties under RCW 90.03.605 and chapter 90.08 RCW.

10 (16) \$187,000 of the state toxics control account—state  
11 appropriation is provided solely to the department to begin a  
12 multiyear study to distinguish the sources of emissions of the toxic  
13 air pollutant that poses the greatest cancer risk at the air  
14 monitoring station that is located closest to a port in the state  
15 with the highest volume of container traffic in domestic and foreign  
16 waterborne trade, as measured by the United States bureau of  
17 transportation statistics for the most recent year such statistics  
18 were available, as of January 1, 2017. The local air pollution  
19 control authority may financially contribute to the completion of  
20 this study, and the department is encouraged to consult with the  
21 local air pollution control authority in designing and implementing  
22 this study.

23 (17) \$98,000 of the dedicated marijuana account—state  
24 appropriation for fiscal year 2019 is provided solely for the  
25 department to begin conducting research into appropriate protocols  
26 and accreditation standards for marijuana testing laboratories. By  
27 January 15, 2019, the department must report to the appropriate  
28 committees of the legislature with preliminary recommendations  
29 regarding laboratory accreditation standards that should be applied  
30 to marijuana testing laboratories.

31 **Sec. 303.** 2017 3rd sp.s. c 1 s 303 (uncodified) is amended to  
32 read as follows:

33 **FOR THE STATE PARKS AND RECREATION COMMISSION**

|    |  |           |                              |
|----|--|-----------|------------------------------|
| 34 | General Fund—State Appropriation (FY 2018) | . . . . . | (( <del>\$9,645,000</del> )) |
| 35 |  |           | \$8,993,000                  |
| 36 | General Fund—State Appropriation (FY 2019) | . . . . . | (( <del>\$9,945,000</del> )) |
| 37 |  |           | \$10,328,000                 |
| 38 | General Fund—Federal Appropriation         | . . . . . | (( <del>\$6,981,000</del> )) |

|    |   |                                |
|----|---|--------------------------------|
| 1  |   | <u>\$6,977,000</u>             |
| 2  | Winter Recreation Program Account—State Appropriation       | (( <del>\$3,293,000</del> ))   |
| 3  |   | <u>\$3,292,000</u>             |
| 4  | ORV and Nonhighway Vehicle Account—State Appropriation      | (( <del>\$232,000</del> ))     |
| 5  |   | <u>\$392,000</u>               |
| 6  | Snowmobile Account—State Appropriation . . . . .            | (( <del>\$5,633,000</del> ))   |
| 7  |   | <u>\$5,632,000</u>             |
| 8  | Aquatic Lands Enhancement Account—State Appropriation . . . | \$367,000                      |
| 9  | ( <del>Outdoor Education and Recreation Account—State</del> |                                |
| 10 | <del>Appropriation. . . . .</del>                           | <del>\$1,500,000</del> ))      |
| 11 | Recreation Access Pass Account—State Appropriation. . . . . | \$50,000                       |
| 12 | Parks Renewal and Stewardship Account—State                 |                                |
| 13 | Appropriation . . . . .                                     | (( <del>\$124,759,000</del> )) |
| 14 |   | <u>\$124,299,000</u>           |
| 15 | Parks Renewal and Stewardship Account—Private/Local         |                                |
| 16 | Appropriation . . . . .                                     | (( <del>\$318,000</del> ))     |
| 17 |   | <u>\$420,000</u>               |
| 18 | <u>Pension Funding Stabilization Account—State</u>          |                                |
| 19 | <u>Appropriation. . . . .</u>                               | <u>\$1,498,000</u>             |
| 20 | TOTAL APPROPRIATION. . . . .                                | (( <del>\$162,723,000</del> )) |
| 21 |   | <u>\$162,248,000</u>           |

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

24 (1) \$129,000 of the general fund—state appropriation for fiscal  
25 year 2018 and \$129,000 of the general fund—state appropriation for  
26 fiscal year 2019 are provided solely for a grant for the operation of  
27 the Northwest weather and avalanche center.

28 (2) \$100,000 of the general fund—state appropriation for fiscal  
29 year 2018 and \$100,000 of the general fund—state appropriation for  
30 fiscal year 2019 are provided solely for the commission to pay  
31 assessments charged by local improvement districts.

32 (3) \$700,000 of the parks renewal and stewardship account—state  
33 appropriation is provided solely for the commission to replace 32  
34 existing automated pay stations and to install 38 additional  
35 automated pay stations within state parks.

36 (4) ~~((~~\$500,000 of the outdoor education and recreation account—~~~~  
37 ~~state appropriation is provided solely for the commission to partner~~  
38 ~~with organizations that have at least one veteran on staff in~~  
39 ~~implementation of the no child left inside program.~~

1       ~~(5))~~ \$50,000 of the recreation access pass account—state  
2 appropriation is provided solely for the commission, using its  
3 authority under RCW 79A.05.055(3) and in partnership with the  
4 department of fish and wildlife and the department of natural  
5 resources, to coordinate a process to develop options and  
6 recommendations to improve consistency, equity, and simplicity in  
7 recreational access fee systems while accounting for the fiscal  
8 health and stability of public land management. The process must be  
9 collaborative and include other relevant agencies and appropriate  
10 stakeholders. The commission must contract with the William D.  
11 Ruckelshaus Center or another neutral third party to facilitate  
12 meetings and discussions with parties involved in the process and  
13 provide a report to the appropriate committees of the legislature by  
14 December 1, 2017. The process must analyze and make recommendations  
15 on:

16       (a) Opportunities for federal and state recreational permit fee  
17 coordination, including the potential for developing a system that  
18 allows a single pass to provide access to federal and state lands;

19       (b) Opportunities to enhance consistency in the way state and  
20 federal recreational access fees apply to various types of  
21 recreational users, including those that travel to public lands by  
22 motor vehicle, boat, bicycle, foot, or another method; and

23       (c) Opportunities to develop a comprehensive and consistent  
24 statewide approach to recreational fee discounts and exemptions to  
25 social and other groups including, but not limited to, disabled  
26 persons, seniors, disabled veterans, foster families, low-income  
27 residents, and volunteers. This analysis must examine the cost of  
28 such a program, and should consider how recreational fee discounts  
29 fit into the broader set of benefits provided by the state to these  
30 social groups. This includes a review of the efficacy, purpose, and  
31 cost of existing recreational fee discounts and exemptions, as well  
32 as opportunities for new or modified social group discounts and  
33 exemptions. The department of veterans affairs and the department of  
34 social and health services must be included in this portion of the  
35 process.

36       (5) \$100,000 of the general fund—state appropriation for fiscal  
37 year 2019 is provided solely for the commission to carry out forest  
38 health related activities at the Squilchuck state park.







|    |  |                               |
|----|--|-------------------------------|
| 1  | General Fund—State Appropriation (FY 2019) . . . . .         | (( <del>\$7,264,000</del> ))  |
| 2  |  | <u>\$7,329,000</u>            |
| 3  | General Fund—Federal Appropriation . . . . .                 | \$2,301,000                   |
| 4  | Public Works Assistance Account—State Appropriation. . . . . | (( <del>\$7,620,000</del> ))  |
| 5  |  | <u>\$7,619,000</u>            |
| 6  | State Toxics Control Account—State Appropriation . . . . .   | \$1,000,000                   |
| 7  | <u>Pension Funding Stabilization Account—State</u>           |                               |
| 8  | <u>Appropriation. . . . .</u>                                | <u>\$254,000</u>              |
| 9  | TOTAL APPROPRIATION. . . . .                                 | (( <del>\$25,486,000</del> )) |
| 10 |  | <u>\$25,577,000</u>           |

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

13 (1) \$7,602,000 of the public works assistance account—state  
14 appropriation is provided solely for implementation of the voluntary  
15 stewardship program. This amount may not be used to fund agency  
16 indirect and administrative expenses.

17 (2)(a) \$50,000 of the general fund—state appropriation for fiscal  
18 year 2018 (~~is~~) and \$100,000 of the general fund—state appropriation  
19 for fiscal year 2019 are provided solely for the commission to  
20 convene and facilitate a food policy forum. The director of the  
21 commission is responsible for appointing participating members of the  
22 food policy forum in consultation with the director of the department  
23 of agriculture. In making appointments, the director of the  
24 commission must attempt to ensure a diversity of knowledge,  
25 experience, and perspectives by building on the representation  
26 established by the food system roundtable initiated by executive  
27 order No. 10-02.

28 (b) In addition to members appointed by the director of the state  
29 conservation commission, four legislators may serve on the food  
30 policy forum in an ex officio capacity. Legislative participants must  
31 be appointed as follows:

32 (i) The speaker of the house of representatives shall appoint one  
33 member from each of the two largest caucuses of the house of  
34 representatives; and

35 (ii) The president of the senate shall appoint one member from  
36 each of the two largest caucuses of the senate.

37 (c) The commission shall coordinate with the office of farmland  
38 preservation and the department of agriculture to avoid duplication  
39 of effort. The commission must report to the appropriate committees

1 of the legislature, consistent with RCW 43.01.036, with the forum's  
2 recommendations by (~~October 31, 2018~~) June 30, 2019.

3 (3) (~~(\$375,000)~~) \$275,000 of the general fund—state appropriation  
4 for fiscal year 2018 and (~~(\$375,000)~~) \$475,000 of the general fund—  
5 state appropriation for fiscal year 2019 are provided solely for  
6 grants and technical assistance. Of the amounts provided in this  
7 subsection, (~~(\$125,000 in each fiscal year is)~~) \$25,000 in fiscal  
8 year 2018 and \$225,000 in fiscal year 2019 are provided solely for  
9 activities related to water quality improvements and fecal coliform  
10 DNA speciation statewide.

11 **Sec. 307.** 2017 3rd sp.s. c 1 s 307 (uncodified) is amended to  
12 read as follows:

13 **FOR THE DEPARTMENT OF FISH AND WILDLIFE**

|    |  |                                |
|----|--|--------------------------------|
| 14 | General Fund—State Appropriation (FY 2018) . . . . .     | ( <del>(\$46,860,000)</del> )  |
| 15 |  | <u>\$45,121,000</u>            |
| 16 | General Fund—State Appropriation (FY 2019) . . . . .     | ( <del>(\$46,483,000)</del> )  |
| 17 |  | <u>\$47,569,000</u>            |
| 18 | General Fund—Federal Appropriation . . . . .             | ( <del>(\$118,809,000)</del> ) |
| 19 |  | <u>\$130,365,000</u>           |
| 20 | General Fund—Private/Local Appropriation . . . . .       | ( <del>(\$63,920,000)</del> )  |
| 21 |  | <u>\$63,918,000</u>            |
| 22 | ORV and Nonhighway Vehicle Account—State Appropriation . | ( <del>(\$437,000)</del> )     |
| 23 |  | <u>\$699,000</u>               |
| 24 | Aquatic Lands Enhancement Account—State                  |                                |
| 25 | Appropriation . . . . .                                  | ( <del>(\$10,460,000)</del> )  |
| 26 |  | <u>\$10,423,000</u>            |
| 27 | Recreational Fisheries Enhancement—State                 |                                |
| 28 | Appropriation . . . . .                                  | ( <del>(\$3,084,000)</del> )   |
| 29 |  | <u>\$3,118,000</u>             |
| 30 | Warm Water Game Fish Account—State Appropriation . . .   | ( <del>(\$2,773,000)</del> )   |
| 31 |  | <u>\$2,660,000</u>             |
| 32 | Eastern Washington Pheasant Enhancement Account—State    |                                |
| 33 | Appropriation . . . . .                                  | \$675,000                      |
| 34 | State Wildlife Account—State Appropriation . . . . .     | ( <del>(\$118,033,000)</del> ) |
| 35 |  | <u>\$117,751,000</u>           |
| 36 | Special Wildlife Account—State Appropriation . . . . .   | ( <del>(\$71,000)</del> )      |
| 37 |  | <u>\$3,234,000</u>             |
| 38 | Special Wildlife Account—Federal Appropriation . . . . . | \$505,000                      |

|    |  |                                |
|----|--|--------------------------------|
| 1  | Special Wildlife Account—Private/Local Appropriation . . . . .   | (( <del>\$3,576,000</del> ))   |
| 2  |  | <u>\$3,573,000</u>             |
| 3  | Wildlife Rehabilitation Account—State Appropriation . . . . .    | \$361,000                      |
| 4  | Ballast Water <u>and Biofouling</u> Management Account—State     |                                |
| 5  | Appropriation. . . . .   | \$10,000                       |
| 6  | Hydraulic Project Approval Account—State Appropriation . . . . . | (( <del>\$690,000</del> ))     |
| 7  |  | <u>\$29,000</u>                |
| 8  | Environmental Legacy Stewardship Account—State                   |                                |
| 9  | Appropriation . . . . .  | (( <del>\$2,765,000</del> ))   |
| 10 |  | <u>\$2,763,000</u>             |
| 11 | Regional Fisheries Enhancement Salmonid Recovery Account—        |                                |
| 12 | Federal Appropriation . . . . .                                  | \$5,001,000                    |
| 13 | Oil Spill Prevention Account—State Appropriation . . . . .       | (( <del>\$1,122,000</del> ))   |
| 14 |  | <u>\$1,120,000</u>             |
| 15 | <u>Pension Funding Stabilization Account—State</u>               |                                |
| 16 | <u>Appropriation. . . . .</u>                                    | <u>\$5,178,000</u>             |
| 17 | Oyster Reserve Land Account—State Appropriation . . . . .        | \$527,000                      |
| 18 | Performance Audits of Government Account—State                   |                                |
| 19 | Appropriation. . . . .   | \$325,000                      |
| 20 | Aquatic Invasive Species Management Account—State                |                                |
| 21 | Appropriation. . . . .   | (( <del>\$1,658,000</del> ))   |
| 22 |  | <u>\$1,656,000</u>             |
| 23 | TOTAL APPROPRIATION. . . . .                                     | (( <del>\$428,145,000</del> )) |
| 24 |  | <u>\$446,581,000</u>           |

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

27       (1) ((~~\$467,000~~)) \$67,000 of the general fund—state appropriation  
28 for fiscal year 2018 and \$467,000 of the general fund—state  
29 appropriation for fiscal year 2019 are provided solely to pay for  
30 emergency fire suppression costs. These amounts may not be used to  
31 fund agency indirect and administrative expenses.

32       (2) ((~~\$1,098,000~~)) \$1,109,000 of the general fund—state  
33 appropriation for fiscal year 2018 and ((~~\$1,098,000~~)) \$1,109,000 of  
34 the general fund—state appropriation for fiscal year 2019 are  
35 provided solely for payments in lieu of real property taxes to  
36 counties that elect to receive the payments for department-owned game  
37 lands within the county.

1 (3) \$415,000 of the general fund—state appropriation for fiscal  
2 year 2018, \$415,000 of the general fund—state appropriation for  
3 fiscal year 2019, and \$440,000 of the general fund—federal  
4 appropriation are provided solely for county assessments.

5 (4) Prior to submitting its 2019-2021 biennial operating and  
6 capital budget requests related to state fish hatcheries to the  
7 office of financial management, the department shall contract with  
8 the hatchery scientific review group (HSRG) to review the proposed  
9 requests. This review shall: (a) Determine if the proposed requests  
10 are consistent with HSRG recommendations; (b) prioritize the  
11 components of the requests based on their contributions to protecting  
12 wild salmonid stocks and meeting the recommendations of the HSRG; and  
13 (c) evaluate whether the proposed requests are being made in the most  
14 cost-effective manner. The department shall provide a copy of the  
15 HSRG review to the office of financial management with its agency  
16 budget proposal.

17 (5) \$400,000 of the general fund—state appropriation for fiscal  
18 year 2018 and \$400,000 of the general fund—state appropriation for  
19 fiscal year 2019 are provided solely for a state match to support the  
20 Puget Sound nearshore partnership between the department and the  
21 United States army corps of engineers. Prior to implementation of any  
22 Puget Sound nearshore ecosystem restoration projects in Whatcom  
23 county, the department must consult with and seek, to the maximum  
24 extent practicable, consensus on those projects among appropriate  
25 landowners, federally recognized Indian tribes, agencies, and  
26 community and interest groups.

27 (6) Within the amounts appropriated in this section, the  
28 department shall identify additional opportunities for partnerships  
29 in order to keep fish hatcheries operational. Such partnerships shall  
30 aim to maintain fish production and salmon recovery with less  
31 reliance on state operating funds.

32 (7) \$525,000 of the general fund—state appropriation for fiscal  
33 year 2018 and (~~(\$425,000)~~) \$525,000 of the general fund—state  
34 appropriation for fiscal year 2019 are provided solely for training  
35 for a work unit to engage and empower diverse stakeholders in  
36 decisions about fish and wildlife, (~~and~~) the continued conflict  
37 transformation with the wolf advisory group, and for cost share  
38 partnerships with livestock owners and the use of range riders to  
39 reduce the potential for depredation of livestock from wolves. The

1 department shall cooperate with the department of agriculture to  
2 shift the responsibility of implementing cost-sharing contracts with  
3 livestock producers to use nonlethal actions to minimize livestock  
4 loss from wolves and other carnivores to the department of  
5 agriculture.

6 (8) \$1,259,000 of the state wildlife account—state appropriation  
7 is provided solely for the fish program, including implementation of  
8 Substitute House Bill No. 1597 (commercial fishing). If the bill is  
9 not enacted by July 31, 2017, the amount provided in this subsection  
10 shall lapse.

11 (9) \$1,630,000 of the aquatic invasive species management  
12 account, \$600,000 of the general fund—federal appropriation, \$62,000  
13 of the state wildlife account—state appropriation, and \$10,000 of the  
14 ballast water and biofouling management account—state appropriation  
15 are provided solely for activities related to aquatic invasive  
16 species, including implementation of Substitute House Bill No. 1429  
17 or Substitute Senate Bill No. 5303 (aquatic invasive species). If  
18 neither bill is enacted by July 31, 2017, the amounts provided in  
19 this subsection shall lapse.

20 (10) Within amounts provided in this section, the department must  
21 consult with affected tribes and landowners in Skagit county to  
22 develop and implement a plan designed to address elk-related  
23 agricultural damage and vehicular collisions by using all available  
24 and appropriate methods including, but not limited to, cooperative  
25 fencing projects and harvest in order to minimize elk numbers on  
26 private lands and maximize the number of elk located on state and  
27 federal lands. The plan must be implemented by September 1, 2018.

28 (11) Within the appropriations of this section, the department  
29 shall initiate outreach with recreational fishing stakeholders so  
30 that recreational fishing guide and non-guided angler data can be  
31 collected and analyzed to evaluate changes in the structure of guide  
32 licensing, with the objectives of: (a) Improving the fishing  
33 experience and ensuring equitable opportunity for both guided and  
34 non-guided river anglers, (b) managing fishing pressure to protect  
35 wild steelhead and other species; and (c) ensuring that recreational  
36 fish guiding remains a sustainable economic contributor to rural  
37 economies. The department shall convene public meetings in the North  
38 Olympic Peninsula and Klickitat River areas, and may include other  
39 areas of the state, and shall provide the appropriate standing

1 committees of the legislature a summary of its findings, by December  
2 31, 2017.

3 ~~(12) ((\$450,000 of the general fund state appropriation for  
4 fiscal year 2018 and \$450,000 of the general fund state appropriation  
5 for fiscal year 2019 are provided solely for the department to grant  
6 to the regional fisheries enhancement groups.~~

7 ~~(13))~~(a) \$5,500,000 of the general fund—state appropriation for  
8 fiscal year 2018, \$5,500,000 of the general fund—state appropriation  
9 for fiscal year 2019, and \$325,000 of the performance audits of  
10 government account—state appropriation are provided solely as one-  
11 time funding to support the department in response to its budget  
12 shortfall. Of the amounts provided in this subsection, \$450,000 of  
13 the general fund—state appropriation for fiscal year 2018 and  
14 \$450,000 of the general fund—state appropriation for fiscal year 2019  
15 are provided solely for the department to grant to the regional  
16 fisheries enhancement groups. In order to address this shortfall on a  
17 long-term basis, the department must develop a plan for balancing  
18 projected revenue and expenditures and improving the efficiency and  
19 effectiveness of agency operations, including:

20 (i) Expenditure reduction options that maximize administrative  
21 and organizational efficiencies and savings, while avoiding hatchery  
22 closures and minimizing impacts to fisheries and hunting  
23 opportunities; and

24 (ii) Additional revenue options and an associated outreach plan  
25 designed to ensure that the public, stakeholders, the commission, and  
26 legislators have the opportunity to understand and impact the design  
27 of the revenue options.

28 (iii) The range of options created under (a)(i) and (ii) of this  
29 subsection must be prioritized by impact on achieving financial  
30 stability, impact on the public and fisheries and hunting  
31 opportunities, and on timeliness and ability to achieve intended  
32 outcomes.

33 (b) In consultation with the office of financial management, the  
34 department must consult with an outside management consultant to  
35 evaluate and implement efficiencies to the agency's operations and  
36 management practices. Specific areas of evaluation must include:

37 (i) Potential inconsistencies and increased costs associated with  
38 the decentralized nature of organizational authority and operations;



1 (ii) The department's budgeting and accounting processes,  
2 including work done at the central, program, and region levels, with  
3 specific focus on efficiencies to be gained by centralized budget  
4 control;

5 (iii) Executive management, program management, and regional  
6 management structures, specifically addressing accountability.

7 (c) In carrying out these planning requirements, the department  
8 must provide quarterly updates to the commission, office of financial  
9 management, and appropriate legislative committees. The department  
10 must provide a final summary of its process and plan by (~~May~~)  
11 September 1, 2018.

12 (d) The department, in cooperation with the office of financial  
13 management shall conduct a zero-based budget review of its operating  
14 budget and activities to be submitted with the department's 2019-2021  
15 biennial budget submittal. Information and analysis submitted by the  
16 department for the zero-based review under this subsection shall  
17 include:

18 (i) A statement of the statutory basis or other basis for the  
19 creation of each program and the history of each program that is  
20 being reviewed;

21 (ii) A description of how each program fits within the strategic  
22 plan and goals of the agency and an analysis of the quantified  
23 objectives of each program within the agency;

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

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

30 (v) An analysis of the major costs and benefits of operating each  
31 program and the rationale for specific expenditure and staffing  
32 levels;

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

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

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

38 (13) \$580,000 of the general fund—state appropriation for fiscal  
39 year 2019 is provided solely for the implementation of chapter 1,  
40 Laws of 2018 (ESSB 6091) (water availability).

1       (14) \$76,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$472,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely for the department to increase  
4 enforcement of vessel traffic near orca whales, especially commercial  
5 and recreational whale watchers and shipping, and to reduce  
6 underwater noise levels that interfere with feeding and  
7 communication. While the patrol focus is to be on orca whale  
8 protection when the animals are present, nothing prohibits responses  
9 to emergent public safety or in-progress poaching incidents. In the  
10 event that orca whales are not present in marine waters of Puget  
11 Sound, emphasis will be placed on patrols that protect living marine  
12 resources in northern Puget Sound.

13       (15) \$837,000 of the general fund—state appropriation for fiscal  
14 year 2019 is appropriated for the department to increase hatchery  
15 production of key prey species fish throughout the Puget Sound,  
16 coast, and Columbia river. The department shall work with the  
17 governor, federal partners, tribal co-managers, the hatchery  
18 scientific review group, and other interested parties to develop a  
19 biennial hatchery production plan by December 31, 2018, that will:  
20 (a) Identify, within hatchery standards and endangered species act  
21 constraints, hatchery programs and specific facilities to contribute  
22 to the dietary needs of orca whales; (b) consider prey species  
23 preferences and migratory patterns of orca whales; and (c) include  
24 adaptive management provisions to ensure the conservation and  
25 enhancement of wild stocks. The final plan will be reviewed by the  
26 hatchery scientific review group and submitted to the appropriate  
27 committees of the legislature by December 31, 2018.

28       (16) \$115,000 of the general fund—state appropriation for fiscal  
29 year 2019 is provided solely for an interagency agreement with the  
30 office of financial management for facilitation services and support  
31 the governor's efforts to develop a long-term action plan for orca  
32 whale recovery.

33       (17) \$55,000 of the state wildlife account—state appropriation is  
34 provided solely for implementing the provisions of Engrossed  
35 Substitute Senate Bill No. 6127 (halibut fishery). If the bill is not  
36 enacted by June 30, 2018, the amount provided in this subsection  
37 shall lapse.

38       (18) \$65,000 of the general fund—state appropriation for fiscal  
39 year 2019 is provided solely for the implementation of Engrossed

1 House Bill No. 2957 (nonnative finfish escape). If the bill is not  
2 enacted by June 30, 2018, the amounts provided in this subsection  
3 shall lapse.

4 (19) \$183,000 of the general fund—state appropriation for fiscal  
5 year 2019 is provided solely for the department to evaluate  
6 translocation as a management tool to advance the recovery of wolves  
7 using the state environmental policy act (SEPA) process. The  
8 department shall provide a report to the legislature outlining the  
9 results of the SEPA process no later than December 31, 2019.

10 (20) \$373,000 of the general fund—state appropriation for fiscal  
11 year 2018 and \$417,000 of the general fund—state appropriation for  
12 fiscal year 2019 are provided solely for the department to complete  
13 the third and final phase of the Puget Sound steelhead research  
14 project.

15 (21) \$100,000 of the general fund—state appropriation for fiscal  
16 year 2018 and \$400,000 of the general fund—state appropriation for  
17 fiscal year 2019 are provided solely for the department to add a  
18 veterinarian, microbiologist, and make laboratory upgrades to ensure  
19 the hatchery program complies with recent changes in water quality  
20 and health laws.

21 (22) \$400,000 of the general fund—state appropriation for fiscal  
22 year 2018 and \$100,000 of the general fund—state appropriation for  
23 fiscal year 2019 are provided solely for restoration costs that are a  
24 result of wildfire damage.

25 (23) \$300,000 of the general fund—state appropriation for fiscal  
26 year 2019 is provided solely for the department to implement and  
27 enforce chapter 2, Laws of 2016 (Initiative Measure No. 1401).

28 (24) The department must ensure the following actions occur prior  
29 to initiating construction of the Buckmire slough project:

30 (a) The department shall engage with hunters and other  
31 stakeholders to consider alternative project designs that balance the  
32 multiple recreational uses and species habitat needs at the wildlife  
33 area;

34 (b) The department shall quantify potential habitat and  
35 recreational hunting loss associated with the project, and will work  
36 with stakeholders and interested members of the public to develop  
37 strategies for mitigating those losses; and

38 (c) Where necessary, the department shall make payments to all  
39 public and private entities that contributed to the purchase of the

1 unit's 540 acres of waterfowl habitat, in amounts that are required  
2 by the funding entity.

3 **Sec. 308.** 2017 3rd sp.s. c 1 s 308 (uncodified) is amended to  
4 read as follows:

5 **FOR THE DEPARTMENT OF NATURAL RESOURCES**

|    |  |                                |
|----|--|--------------------------------|
| 6  | General Fund—State Appropriation (FY 2018) . . . . .           | (( <del>\$48,463,000</del> ))  |
| 7  |  | <u>\$74,728,000</u>            |
| 8  | General Fund—State Appropriation (FY 2019) . . . . .           | (( <del>\$48,264,000</del> ))  |
| 9  |  | <u>\$49,316,000</u>            |
| 10 | General Fund—Federal Appropriation . . . . .                   | (( <del>\$27,329,000</del> ))  |
| 11 |  | <u>\$36,496,000</u>            |
| 12 | General Fund—Private/Local Appropriation . . . . .             | (( <del>\$2,372,000</del> ))   |
| 13 |  | <u>\$3,230,000</u>             |
| 14 | Forest Development Account—State Appropriation . . . . .       | (( <del>\$56,643,000</del> ))  |
| 15 |  | <u>\$50,122,000</u>            |
| 16 | ORV and Nonhighway Vehicle Account—State                       |                                |
| 17 | Appropriation . . . . .  | (( <del>\$8,449,000</del> ))   |
| 18 |  | <u>\$7,843,000</u>             |
| 19 | Surveys and Maps Account—State Appropriation . . . . .         | (( <del>\$3,462,000</del> ))   |
| 20 |  | <u>\$2,479,000</u>             |
| 21 | Aquatic Lands Enhancement Account—State                        |                                |
| 22 | Appropriation . . . . .  | (( <del>\$13,262,000</del> ))  |
| 23 |  | <u>\$16,188,000</u>            |
| 24 | Resources Management Cost Account—State                        |                                |
| 25 | Appropriation . . . . .  | (( <del>\$121,559,000</del> )) |
| 26 |  | <u>\$121,520,000</u>           |
| 27 | Surface Mining Reclamation Account—State                       |                                |
| 28 | Appropriation . . . . .  | (( <del>\$4,130,000</del> ))   |
| 29 |  | <u>\$4,122,000</u>             |
| 30 | Disaster Response Account—State Appropriation. . . . .         | \$23,076,000                   |
| 31 | Forest and Fish Support Account—State Appropriation. . . . .   | (( <del>\$12,790,000</del> ))  |
| 32 |  | <u>\$12,789,000</u>            |
| 33 | Aquatic Land Dredged Material Disposal Site Account—State      |                                |
| 34 | Appropriation. . . . .   | \$400,000                      |
| 35 | Natural Resources Conservation Areas Stewardship Account—State |                                |
| 36 | Appropriation . . . . .  | (( <del>\$34,000</del> ))      |
| 37 |  | <u>\$232,000</u>               |
| 38 | State Toxics Control Account—State Appropriation. . . . .      | (( <del>\$10,705,000</del> ))  |

|    |  |                                |
|----|--|--------------------------------|
| 1  |  | <u>\$10,709,000</u>            |
| 2  | Forest Practices Application Account—State                   |                                |
| 3  | Appropriation . . . . .                                      | (( <del>\$2,158,000</del> ))   |
| 4  |  | <u>\$1,896,000</u>             |
| 5  | Air Pollution Control Account—State Appropriation . . . . .  | (( <del>\$872,000</del> ))     |
| 6  |  | <u>\$870,000</u>               |
| 7  | NOVA Program Account—State Appropriation . . . . .           | (( <del>\$734,000</del> ))     |
| 8  |  | <u>\$733,000</u>               |
| 9  | <u>Pension Funding Stabilization Account—State</u>           |                                |
| 10 | <u>Appropriation. . . . .</u>                                | <u>\$3,239,000</u>             |
| 11 | Derelict Vessel Removal Account—State Appropriation. . . . . | (( <del>\$1,946,000</del> ))   |
| 12 |  | <u>\$1,945,000</u>             |
| 13 | Community Forest Trust Account—State Appropriation. . . . .  | \$52,000                       |
| 14 | Agricultural College Trust Management Account—State          |                                |
| 15 | Appropriation . . . . .                                      | (( <del>\$3,056,000</del> ))   |
| 16 |  | <u>\$3,055,000</u>             |
| 17 | TOTAL APPROPRIATION. . . . .                                 | (( <del>\$389,756,000</del> )) |
| 18 |  | <u>\$425,040,000</u>           |

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

21       (1) \$1,420,000 of the general fund—state appropriation for fiscal  
22 year 2018 and \$1,352,000 of the general fund—state appropriation for  
23 fiscal year 2019 are provided solely for deposit into the  
24 agricultural college trust management account and are provided solely  
25 to manage approximately 70,700 acres of Washington State University's  
26 agricultural college trust lands.

27       (2) ((~~\$16,546,000~~)) \$44,455,000 of the general fund—state  
28 appropriation for fiscal year 2018, \$16,546,000 of the general fund—  
29 state appropriation for fiscal year 2019, and \$16,050,000 of the  
30 disaster response account—state appropriation are provided solely for  
31 emergency fire suppression. The general fund—state appropriations  
32 provided in this subsection may not be used to fund the department's  
33 indirect and administrative expenses. The department's indirect and  
34 administrative costs shall be allocated among its remaining accounts  
35 and appropriations.

36       (3) \$5,000,000 of the forest and fish support account—state  
37 appropriation is provided solely for outcome-based performance  
38 contracts with tribes to participate in the implementation of the  
39 forest practices program. Contracts awarded may only contain indirect

1 costs set at or below the rate in the contracting tribe's indirect  
2 cost agreement with the federal government. If federal funding for  
3 this purpose is reinstated, the amount provided in this subsection  
4 shall lapse.

5 (4) \$1,640,000 of the general fund—state appropriation for fiscal  
6 year 2018 and \$1,640,000 of the general fund—state appropriation for  
7 fiscal year 2019 are provided solely for the department to carry out  
8 the forest practices adaptive management program pursuant to RCW  
9 76.09.370 and the May 24, 2012, settlement agreement entered into by  
10 the department and the department of ecology. Scientific research  
11 must be carried out according to the master project schedule and work  
12 plan of cooperative monitoring, evaluation, and research priorities  
13 adopted by the forest practices board. The forest practices board  
14 shall submit a report to the legislature following review, approval,  
15 and solicitation of public comment on the cooperative monitoring,  
16 evaluation, and research master project schedule, to include:  
17 Cooperative monitoring, evaluation, and research science and related  
18 adaptive management expenditure details, accomplishments, the use of  
19 cooperative monitoring, evaluation, and research science in decision-  
20 making, and funding needs for the coming biennium. For new or amended  
21 forest practices rules adopted or new or amended board manual  
22 provisions approved under chapter 76.09 RCW, the forest practices  
23 board shall also report on its evaluation of the scientific basis for  
24 the rule or board manual provisions including a technical assessment  
25 of the value-added benefits for aquatic resources and the  
26 corresponding economic impact to the regulated community from the  
27 rule or board manual. The report shall be provided to the appropriate  
28 committees of the legislature by November 1, 2018.

29 (5) \$147,000 of the general fund—state appropriation for fiscal  
30 year 2018 and \$147,000 of the general fund—state appropriation for  
31 fiscal year 2019 are provided solely for chapter 280, Laws of 2017  
32 (ESHB 2010) (homelessness/wildfire areas), including local capacity  
33 for wildfire suppression in any county located east of the crest of  
34 the Cascade mountain range that shares a common border with Canada  
35 and has a population of one hundred thousand or fewer. The funding  
36 provided in this subsection must be provided to these counties for  
37 radio communication equipment, or to fire protection service  
38 providers within these counties for residential wildfire risk  
39 reduction activities, including education and outreach, technical

1 assistance, fuel mitigation, and other residential risk reduction  
2 measures. For the purposes of this subsection, fire protection  
3 service providers include fire departments, fire districts, emergency  
4 management services, and regional fire protection service  
5 authorities. The department must prioritize funding to counties  
6 authorized in this subsection, and fire protection service providers  
7 within those counties that serve a disproportionately higher  
8 percentage of low-income residents as defined in RCW 84.36.042, that  
9 are located in areas of higher wildfire risk, and whose fire  
10 protection service providers have a shortage of reliable equipment  
11 and resources. Of the amount provided in this subsection, \$7,000 per  
12 fiscal year is provided for department administration costs.

13 (6) Sufficient funding is provided in this section and the  
14 capital appropriations act to implement chapter 248, Laws of 2017  
15 (E2SHB 1711) (forest health treatments).

16 (7) \$211,000 of the general fund—state appropriation for fiscal  
17 year 2018 is provided solely for implementation of chapter 319, Laws  
18 of 2017 (ESSB 5198) (fire retardant use). The department shall study  
19 and report on the types and efficacy of fire retardants used in fire  
20 suppression activities, their potential impact on human health and  
21 natural resources, and make recommendations to the legislature by  
22 December 31, 2017.

23 (8) \$505,000 of the general fund—state appropriation for fiscal  
24 year 2018 and \$486,000 of the general fund—state appropriation for  
25 fiscal year 2019 are provided solely for implementation of chapter  
26 95, Laws of 2017 (2SSB 5546) (forest health treatment assessment).  
27 The department shall establish a forest health assessment and  
28 treatment framework that consists of biennial forest health  
29 assessments, treatments, and progress review and reporting.

30 (9) \$150,000 of the aquatic lands enhancement account—state  
31 appropriation is provided solely for continued facilitation and  
32 support services for the marine resources advisory council.

33 (10) \$250,000 of the aquatic lands enhancement account—state  
34 appropriation is provided solely for implementation of the state  
35 marine management plan and ongoing costs of the Washington coastal  
36 marine advisory council to serve as a forum and provide  
37 recommendations on coastal management issues.

38 (11) \$406,000 of the general fund—state appropriation for fiscal  
39 year 2018 and \$350,000 of the general fund—state appropriation for

1 fiscal year 2019 are provided solely for Teanaway community forest  
2 operations management costs, such as management plan oversight and  
3 forest health.

4 (12) \$150,000 of the state toxics control account—state  
5 appropriation is provided solely for the department to meet its  
6 obligations as a potentially liable party under the Washington model  
7 toxics control act at Whitmarsh landfill and the east waterway site.

8 (13) \$25,000 of the general fund—state appropriation for fiscal  
9 year 2018 is provided solely for conducting an aerial survey of the  
10 Washington coast forests to monitor the occurrence and spread of  
11 Swiss needle cast disease.

12 (14) \$25,000 of the general fund—state appropriation for fiscal  
13 year 2018 is provided solely for the department to grant to the  
14 University of Washington, Olympic natural resources center to develop  
15 a plan to mitigate the effects of Swiss needle cast disease on  
16 douglas fir tree species.

17 (15) Within existing resources, the department, in collaboration  
18 with the emergency management division of the military department,  
19 must develop agreements with other state agencies to recruit state  
20 employees to voluntarily participate in the wildfire suppression  
21 program. Other agency staff are eligible to receive training, fire  
22 gear, and any other necessary items to be ready for deployment to  
23 fight wildfires when called. The department shall cover agency staff  
24 costs directly or through reimbursement and must submit a request for  
25 an appropriation in the next legislative session to fulfill this  
26 requirement. The department must provide a report detailing the  
27 opportunities, challenges, and recommendations for increasing state  
28 employee voluntary participation in the wildfire suppression program  
29 to the appropriate committees of the legislature by December 1, 2017.

30 (16) \$160,000 of the general fund—state appropriation for fiscal  
31 year 2019 is provided solely for implementing the provisions of  
32 Engrossed Substitute Senate Bill No. 6109 (wildland urban interface).  
33 If the bill is not enacted by June 30, 2018, the amount provided in  
34 this subsection shall lapse.

35 (17) \$42,000 of the forest development account—state  
36 appropriation, \$56,000 of the resources management cost account—state  
37 appropriation, and \$2,000 of the agricultural college trust  
38 management account—state appropriation are provided solely for the  
39 implementation of Engrossed Substitute House Bill No. 2285 (marbled



1 murrelet reports). If the bill is not enacted by June 30, 2018, the  
2 amounts provided in this subsection shall lapse.

3 (18) \$6,000 of the forest development account—state  
4 appropriation, \$36,000 of the resources management cost account—state  
5 appropriation, and \$1,000 of the agricultural college trust  
6 management account—state appropriation are provided solely for the  
7 implementation of Third Substitute House Bill No. 2382 (surplus  
8 public property). If the bill is not enacted by June 30, 2018, the  
9 amounts provided in this subsection shall lapse.

10 (19) \$57,000 of the general fund—state appropriation for fiscal  
11 year 2018 and \$136,000 of the general fund—state appropriation for  
12 fiscal year 2019 are provided solely for the implementation of  
13 Substitute House Bill No. 2561 (wildland fire advisory committee). If  
14 the bill is not enacted by June 30, 2018, the amounts provided in  
15 this subsection shall lapse.

16 (20) \$403,000 of the general fund—state appropriation for fiscal  
17 year 2019 is provided solely for the implementation of House Bill No.  
18 2733 (prescribed burn certificate program). If the bill is not  
19 enacted by June 30, 2018, the amount provided in this subsection  
20 shall lapse.

21 (21) \$873,000 of the general fund—state appropriation for fiscal  
22 year 2019 is provided solely to the department to provide to the  
23 Kittitas county fire district seven as matching funds for a federal  
24 staffing for adequate fire and emergency response (SAFER) grant.

25 (22) \$380,000 of the general fund—state appropriation for fiscal  
26 year 2019 is provided solely for one full-time natural resource  
27 scientist, one full-time information technology specialist, and  
28 related support costs dedicated to earthquake and tsunami hazards.  
29 Duties for these positions include, but are not limited to,  
30 developing inventories, maps, evacuation routes, educational  
31 materials, databases, and other activities that increase preparedness  
32 for earthquakes and tsunamis.

33 (23) \$37,000 of the aquatic lands enhancement account—state  
34 appropriation and \$37,000 of the resources management cost account—  
35 state appropriation are provided solely for the implementation of  
36 Engrossed House Bill No. 2957 (nonnative finfish escape). If the bill  
37 is not enacted by June 30, 2018, the amounts provided in this  
38 subsection shall lapse.

1       (24) \$25,000 of the general fund—state appropriation for fiscal  
 2 year 2019 is provided solely to enhance the department's efforts to  
 3 develop and submit a proposed amendment to the 1997 Washington state  
 4 trust lands habitat conservation plan for a marbled murrelet long-  
 5 term conservation strategy. In meeting the department's legal and  
 6 fiduciary obligations to beneficiaries of state lands and state  
 7 forestlands, the proposed amendment shall be consistent with the  
 8 requirements of the 1997 state lands habitat conservation plan, the  
 9 associated implementation agreement and incidental take permit, and  
 10 the federal endangered species act.

11       (25) \$198,000 of the natural resources conservation areas  
 12 stewardship account—state appropriation is provided solely for weed  
 13 control and maintenance of public access at natural areas.

14       **Sec. 309.** 2017 3rd sp.s. c 1 s 309 (uncodified) is amended to  
 15 read as follows:

16 **FOR THE DEPARTMENT OF AGRICULTURE**

|    |   |           |                               |
|----|---|-----------|-------------------------------|
| 17 | General Fund—State Appropriation (FY 2018)            | . . . . . | (( <del>\$17,281,000</del> )) |
| 18 |   |           | <u>\$16,888,000</u>           |
| 19 | General Fund—State Appropriation (FY 2019)            | . . . . . | (( <del>\$17,525,000</del> )) |
| 20 |   |           | <u>\$17,465,000</u>           |
| 21 | General Fund—Federal Appropriation                    | . . . . . | (( <del>\$31,424,000</del> )) |
| 22 |   |           | <u>\$32,134,000</u>           |
| 23 | General Fund—Private/Local Appropriation              | . . . . . | \$193,000                     |
| 24 | Aquatic Lands Enhancement Account—State Appropriation |           | (( <del>\$2,565,000</del> ))  |
| 25 |   |           | <u>\$2,563,000</u>            |
| 26 | State Toxics Control Account—State Appropriation      | . . . . . | (( <del>\$5,534,000</del> ))  |
| 27 |   |           | <u>\$6,066,000</u>            |
| 28 | Water Quality Permit Account—State Appropriation      | . . . . . | \$73,000                      |
| 29 | <u>Pension Funding Stabilization Account—State</u>    |           |                               |
| 30 | <u>Appropriation.</u>                                 | . . . . . | <u>\$1,041,000</u>            |
| 31 | TOTAL APPROPRIATION.                                  | . . . . . | (( <del>\$74,595,000</del> )) |
| 32 |   |           | <u>\$76,423,000</u>           |

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

35       (1) \$6,108,445 of the general fund—state appropriation for fiscal  
 36 year 2018 and \$6,102,905 of the general fund—state appropriation for  
 37 fiscal year 2019 are provided solely for implementing the food  
 38 assistance program as defined in RCW 43.23.290.

1 (2) Within amounts appropriated in this section, the department  
2 shall provide to the department of health, where available, the  
3 following data for all nutrition assistance programs that are funded  
4 by the United States department of agriculture and administered by  
5 the department. The department must provide the report for the  
6 preceding federal fiscal year by February 1, 2018, and February 1,  
7 2019. The report must provide:

8 (a) The number of people in Washington who are eligible for the  
9 program;

10 (b) The number of people in Washington who participated in the  
11 program;

12 (c) The average annual participation rate in the program;

13 (d) Participation rates by geographic distribution; and

14 (e) The annual federal funding of the program in Washington.

15 (3) \$132,000 of the general fund—state appropriation for fiscal  
16 year 2019 is provided solely for the department to fund an  
17 aquaculture coordinator. The aquaculture coordinator will work with  
18 shellfish growers and federal, state, and local governments to  
19 improve the efficiency and effectiveness of shellfish farm  
20 permitting. Many of those improvements will come directly from the  
21 shellfish interagency permitting team recommendations.

22 (4) \$14,000 of the general fund—state appropriation for fiscal  
23 year 2019 is provided solely for implementing Substitute Senate Bill  
24 No. 6055 (apple maggot/outdoor burning). If the bill is not enacted  
25 by June 30, 2018, the amount provided in this subsection shall lapse.

26 (5) \$2,000 of the general fund—state appropriation for fiscal  
27 year 2018 and \$18,000 of the general fund—state appropriation for  
28 fiscal year 2019 are provided solely for the implementation of  
29 chapter 1, Laws of 2018 (ESSB 6091) (water availability).

30 (6) \$144,000 of the general fund—state appropriation for fiscal  
31 year 2019 is provided solely for the implementation of Second  
32 Engrossed Substitute House Bill No. 1508 (student meals and  
33 nutrition). If the bill is not enacted by June 30, 2018, the amounts  
34 provided in this subsection shall lapse.

35 (7) \$1,000 of the general fund—state appropriation for fiscal  
36 year 2018 and \$6,000 of the general fund—state appropriation for  
37 fiscal year 2019 are provided solely for the implementation of  
38 Engrossed House Bill No. 2957 (nonnative finfish escape). If the bill

1 is not enacted by June 30, 2018, the amounts provided in this  
2 subsection shall lapse.

3 (8) \$100,000 of the general fund—state appropriation for fiscal  
4 year 2019 is provided solely for the industrial hemp research pilot  
5 program. Expenditures shall be prioritized for processing licenses  
6 and expanding the industrial hemp market.

7 (9) \$534,000 of the state toxics control account—state  
8 appropriation is provided solely for a monitoring program to study  
9 the impacts of the use of imidacloprid as a means to control  
10 burrowing shrimp and related costs. Department costs include, but are  
11 not limited to, oversight and participation on a technical advisory  
12 committee, technical assistance, planning, and reporting activities.  
13 The department may also use the funding provided in this subsection,  
14 as needed, for payments to Washington State University, the United  
15 States department of agriculture, and outside consultants for their  
16 participation in the monitoring program and technical advisory  
17 committee. The department must report to the appropriate committees  
18 of the legislature by June 1, 2019, on the progress of the monitoring  
19 program.

20 (10) \$80,000 of the general fund—state appropriation for fiscal  
21 year 2019 is provided solely for the department to provide to the  
22 sheriff's departments of Ferry county and Stevens county to cooperate  
23 with the department and the department of fish and wildlife on wolf  
24 management activities. Of the amount provided in this subsection,  
25 \$40,000 is for the Ferry county sheriff's department and \$40,000 is  
26 for the Stevens county sheriff's department.

27 **Sec. 310.** 2017 3rd sp.s. c 1 s 310 (uncodified) is amended to  
28 read as follows:

29 **FOR THE WASHINGTON POLLUTION LIABILITY INSURANCE PROGRAM**

30 Pollution Liability Insurance Agency Underground

31 Storage Tank Revolving Account—State  
32 Appropriation. . . . . ((\$10,000))  
33 \$90,000

34 Pollution Liability Insurance Program Trust Account—State

35 Appropriation . . . . . ((\$1,338,000))  
36 \$1,340,000

37 TOTAL APPROPRIATION. . . . . ((\$1,348,000))  
38 \$1,430,000

1       **Sec. 311.** 2017 3rd sp.s. c 1 s 311 (uncodified) is amended to  
2 read as follows:

3       **FOR THE PUGET SOUND PARTNERSHIP**

|    |  |           |                               |
|----|--|-----------|-------------------------------|
| 4  | General Fund—State Appropriation (FY 2018)         | . . . . . | (( <del>\$2,922,000</del> ))  |
| 5  |  |           | <u>\$2,783,000</u>            |
| 6  | General Fund—State Appropriation (FY 2019)         | . . . . . | (( <del>\$2,668,000</del> ))  |
| 7  |  |           | <u>\$2,526,000</u>            |
| 8  | General Fund—Federal Appropriation                 | . . . . . | (( <del>\$8,102,000</del> ))  |
| 9  |  |           | <u>\$10,334,000</u>           |
| 10 | Aquatic Lands Enhancement Account—State            |           |                               |
| 11 | Appropriation.                                     | . . . . . | (( <del>\$1,420,000</del> ))  |
| 12 |  |           | <u>\$1,419,000</u>            |
| 13 | State Toxics Control Account—State Appropriation   | . . . . . | \$721,000                     |
| 14 | <u>Pension Funding Stabilization Account—State</u> |           |                               |
| 15 | <u>Appropriation.</u>                              | . . . . . | <u>\$277,000</u>              |
| 16 | TOTAL APPROPRIATION.                               | . . . . . | (( <del>\$15,833,000</del> )) |
| 17 |  |           | <u>\$18,060,000</u>           |

18       The appropriations in this section are subject to the following  
19 conditions and limitations: By October 15, 2018, the Puget Sound  
20 partnership shall provide the governor a single, prioritized list of  
21 state agency 2019-2021 capital and operating budget requests related  
22 to Puget Sound restoration.

(End of part)

**PART IV**  
**TRANSPORTATION**

**Sec. 401.** 2017 3rd sp.s. c 1 s 401 (uncodified) is amended to read as follows:

**FOR THE DEPARTMENT OF LICENSING**

|  |                                 |
|--|---------------------------------|
| General Fund—State Appropriation (FY 2018)                           | ((( <del>\$1,460,000</del> )))  |
|  | <u>\$1,688,000</u>              |
| General Fund—State Appropriation (FY 2019)                           | ((( <del>\$1,530,000</del> )))  |
|  | <u>\$2,145,000</u>              |
| Architects' License Account—State Appropriation                      | ((( <del>\$995,000</del> )))    |
|  | <u>\$1,203,000</u>              |
| Professional Engineers' Account—State Appropriation                  | ((( <del>\$3,922,000</del> )))  |
|  | <u>\$3,926,000</u>              |
| Real Estate Commission Account—State Appropriation                   | ((( <del>\$11,045,000</del> ))) |
|  | <u>\$11,547,000</u>             |
| Uniform Commercial Code Account—State Appropriation                  | ((( <del>\$3,448,000</del> )))  |
|  | <u>\$3,469,000</u>              |
| Real Estate Education Program Account—State<br>Appropriation         | \$276,000                       |
| Real Estate Appraiser Commission Account—State<br>Appropriation      | \$1,870,000                     |
| Business and Professions Account—State Appropriation                 | ((( <del>\$19,302,000</del> ))) |
|  | <u>\$21,985,000</u>             |
| Real Estate Research Account—State Appropriation                     | \$415,000                       |
| <u>Landscape Architects' License Account—State</u>                   | <u>\$4,000</u>                  |
| Geologists' Account—State Appropriation                              | \$53,000                        |
| Derelict Vessel Removal Account—State Appropriation                  | \$33,000                        |
| CPL Renewal Notification Account—State Appropriation                 | \$183,000                       |
| Firearms Range Account—State Appropriation                           | \$75,000                        |
| <u>Pension Funding Stabilization Account—State<br/>Appropriation</u> | <u>\$95,000</u>                 |
| TOTAL APPROPRIATION  | ((( <del>\$44,607,000</del> ))) |
|  | <u>\$48,967,000</u>             |

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

(1) \$105,000 of the business and professions account appropriation is provided solely to implement chapter 46, Laws of 2017 (SHB 1420) (theatrical wrestling).

1 (2) \$183,000 of the concealed pistol license renewal notification  
2 account appropriation and \$75,000 of the firearms range account  
3 appropriation are provided solely to implement chapter 74, Laws of  
4 2017 (SHB 1100) (concealed pistol license) and chapter 282, Laws of  
5 2017 (SB 5268) (concealed pistol license notices).

6 (3) \$198,000 of the general fund—state appropriation for fiscal  
7 year 2018 and \$11,000 of the general fund—state appropriation for  
8 fiscal year 2019 are provided solely for costs related to sending  
9 notices to persons to encourage the renewal of vessel registrations.

10 (4) \$32,000 of the general fund—state appropriation for fiscal  
11 year 2018 and \$32,000 of the general fund—state appropriation for  
12 fiscal year 2019 are provided solely for the department of licensing  
13 to issue identicards to youths released from juvenile rehabilitation  
14 facilities.

15 (5) The appropriations in this section include sufficient funding  
16 for the implementation of Third Substitute House Bill No. 1169  
17 (student loan assistance).

18 (6) \$60,000 of the general fund—state appropriation for fiscal  
19 year 2019 is provided solely to implement Senate Bill No. 6298  
20 (domestic violence harassment/firearms). If the bill is not enacted  
21 by June 30, 2018, the amount provided in this subsection shall lapse.

22 (7) \$265,000 of the general fund—state appropriation for fiscal  
23 year 2019 is provided solely for implementation of Engrossed Second  
24 Substitute House Bill No. 1439 (higher education student protection).  
25 If the bill is not enacted by June 30, 2018, the amount provided in  
26 this subsection shall lapse.

27 **Sec. 402.** 2017 3rd sp.s. c 1 s 402 (uncodified) is amended to  
28 read as follows:

29 **FOR THE STATE PATROL**

|    |  |           |                               |
|----|--|-----------|-------------------------------|
| 30 | General Fund—State Appropriation (FY 2018)       | . . . . . | (( <del>\$44,994,000</del> )) |
| 31 |  |           | <u>\$43,800,000</u>           |
| 32 | General Fund—State Appropriation (FY 2019)       | . . . . . | (( <del>\$45,986,000</del> )) |
| 33 |  |           | <u>\$46,662,000</u>           |
| 34 | General Fund—Federal Appropriation               | . . . . . | (( <del>\$16,260,000</del> )) |
| 35 |  |           | <u>\$16,255,000</u>           |
| 36 | General Fund—Private/Local Appropriation         | . . . . . | \$3,085,000                   |
| 37 | Death Investigations Account—State Appropriation | . . .     | (( <del>\$7,087,000</del> ))  |
| 38 |  |           | <u>\$8,207,000</u>            |

|    |   |                                |
|----|---|--------------------------------|
| 1  | County Criminal Justice Assistance Account—State            |                                |
| 2  | Appropriation . . . . .                                     | (( <del>\$3,755,000</del> ))   |
| 3  |   | <u>\$3,752,000</u>             |
| 4  | Municipal Criminal Justice Assistance Account—State         |                                |
| 5  | Appropriation . . . . .                                     | (( <del>\$1,521,000</del> ))   |
| 6  |   | <u>\$1,520,000</u>             |
| 7  | Fire Service Trust Account—State Appropriation . . . . .    | \$131,000                      |
| 8  | Vehicle License Fraud Account—State Appropriation . . . . . | \$110,000                      |
| 9  | Disaster Response Account—State Appropriation . . . . .     | (( <del>\$8,000,000</del> ))   |
| 10 |   | <u>\$12,400,000</u>            |
| 11 | Fire Service Training Account—State Appropriation . . . . . | (( <del>\$11,126,000</del> ))  |
| 12 |   | <u>\$11,121,000</u>            |
| 13 | Aquatic Invasive Species Management Account—State           |                                |
| 14 | Appropriation . . . . .                                     | \$54,000                       |
| 15 | <u>Pension Funding Stabilization Account—State</u>          |                                |
| 16 | <u>Appropriation. . . . .</u>                               | <u>\$3,295,000</u>             |
| 17 | State Toxics Control Account—State Appropriation . . . . .  | (( <del>\$549,000</del> ))     |
| 18 |   | <u>\$548,000</u>               |
| 19 | Fingerprint Identification Account—State                    |                                |
| 20 | Appropriation . . . . .                                     | (( <del>\$15,768,000</del> ))  |
| 21 |   | <u>\$15,745,000</u>            |
| 22 | <u>Dedicated Marijuana Account—State Appropriation</u>      |                                |
| 23 | <u>(FY 2019). . . . .</u>                                   | <u>\$2,803,000</u>             |
| 24 | TOTAL APPROPRIATION. . . . .                                | (( <del>\$158,426,000</del> )) |
| 25 |   | <u>\$169,488,000</u>           |

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

28 (1) \$270,000 of the fire service training account—state  
29 appropriation is provided solely for two FTEs in the office of the  
30 state director of fire protection to exclusively review K-12  
31 construction documents for fire and life safety in accordance with  
32 the state building code. It is the intent of this appropriation to  
33 provide these services only to those districts that are located in  
34 counties without qualified review capabilities.

35 (2) ((~~\$8,000,000~~)) \$12,400,000 of the disaster response account—  
36 state appropriation is provided solely for Washington state fire  
37 service resource mobilization costs incurred in response to an  
38 emergency or disaster authorized under RCW 43.43.960 through  
39 43.43.964. The state patrol shall submit a report quarterly to the



1 office of financial management and the legislative fiscal committees  
2 detailing information on current and planned expenditures from this  
3 account. This work shall be done in coordination with the military  
4 department.

5 (3) \$700,000 of the fire service training account—state  
6 appropriation is provided solely for the firefighter apprenticeship  
7 training program.

8 (4) \$41,000 of the general fund—state appropriation for fiscal  
9 year 2018 and \$41,000 of the general fund—state appropriation for  
10 fiscal year 2019 are provided solely for implementation of chapter  
11 272, Laws of 2017 (E2SHB 1163) (domestic violence).

12 (5) \$125,000 of the general fund—state appropriation for fiscal  
13 year 2018 and \$116,000 of the general fund—state appropriation for  
14 fiscal year 2019 are provided solely for implementation of chapter  
15 261, Laws of 2017 (SHB 1501) (attempts to obtain firearms).

16 (6) \$104,000 of the general fund—state appropriation for fiscal  
17 year 2018 and \$90,000 of the general fund—state appropriation for  
18 fiscal year 2019 are provided solely for implementation of chapter  
19 308, Laws of 2017 (SHB 1863) (fire incident reporting system).

20 (7) \$3,421,000 of the fingerprint identification account—state  
21 appropriation is provided solely for the completion of the state  
22 patrol's plan to upgrade the criminal history system, and is subject  
23 to the conditions, limitations, and review provided in section 724 of  
24 this act.

25 (8) \$1,039,000 of the fingerprint identification account—state  
26 appropriation is provided solely for the implementation of a sexual  
27 assault kit tracking database project and is subject to the  
28 conditions, limitations, and review provided in section 724 of this  
29 act.

30 (9) \$495,000 of the general fund—state appropriation for fiscal  
31 year 2019 is provided solely for the costs related to the 1995 king  
32 air maintenance. By June 30, 2019, the state patrol is directed to  
33 sell the 1983 king air and proceeds generated from the sale of the  
34 1983 king air must be deposited into the state patrol highway  
35 account.

36 (10) \$2,803,000 of the dedicated marijuana account—state  
37 appropriation for fiscal year 2019 is provided solely for the  
38 Washington state patrol to create a new drug enforcement task force  
39 for the purposes of controlling the potential diversion and illicit

1 production or distribution of marijuana and marijuana-related  
2 products in Washington.

3 (11) \$100,000 of the general fund—state appropriation for fiscal  
4 year 2019 is provided solely for the Washington state patrol to  
5 coordinate with the governor's office of Indian affairs, federally  
6 recognized tribal governments, and the U.S. justice department to  
7 conduct a study to determine how to increase state criminal justice  
8 protective and investigative resources for reporting and identifying  
9 missing Native American women in the state.

10 (12) The amounts in this subsection are provided solely for  
11 implementing the recommendations of the joint legislative task force  
12 on sexual assault forensic examination, and for monitoring and  
13 testing untested sexual assault examination kits.

14 (a) \$500,000 of the general fund—state appropriation for fiscal  
15 year 2019 is provided solely for the state patrol to:

16 (i) Work in conjunction with state or nonstate entities to test  
17 sexual assault kits pursuant to RCW 43.43.545;

18 (ii) Conduct forensic analysis of sexual assault examination kits  
19 in the custody of the state patrol pursuant to chapter 247, Laws of  
20 2015; and

21 (ii) Continue the task force.

22 (b) \$1,375,000 of the general fund—state appropriation for fiscal  
23 year 2018 and \$1,375,000 of the general fund—state appropriation for  
24 fiscal year 2019 are provided solely for the implementation of  
25 chapter 247, Laws of 2015 to address the state's backlog in sexual  
26 assault examination kits. The seven full-time employees funded under  
27 this subsection must work exclusively on processing sexual assault  
28 exam kits through the crime laboratory division.

29 (c) Within amounts provided in this section, the Washington state  
30 patrol shall adopt rules necessary to implement RCW 43.43.545.

(End of part)

PART V  
EDUCATION

Sec. 501. 2017 3rd sp.s. c 1 s 501 (uncodified) is amended to read as follows:

**FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION**

|   |                      |
|---|----------------------|
| General Fund—State Appropriation (FY 2018)                            | (\$49,844,000)       |
|   | <u>\$46,525,000</u>  |
| General Fund—State Appropriation (FY 2019)                            | (\$47,888,000)       |
|   | <u>\$58,392,000</u>  |
| General Fund—Federal Appropriation                                    | (\$68,460,000)       |
|   | <u>\$83,422,000</u>  |
| General Fund—Private/Local Appropriation                              | (\$8,051,000)        |
|   | <u>\$8,049,000</u>   |
| Washington Opportunity Pathways Account—State<br>Appropriation        | \$584,000            |
| Dedicated Marijuana Account—State Appropriation<br>(FY 2018)          | \$513,000            |
| Dedicated Marijuana Account—State Appropriation<br>(FY 2019)          | (\$516,000)          |
|   | <u>\$515,000</u>     |
| Performance Audits of Government Account—State<br>Appropriation       | \$211,000            |
| <u>Pension Funding Stabilization Account—State<br/>Appropriation.</u> | <u>\$2,126,000</u>   |
| TOTAL APPROPRIATION.  | (\$176,067,000)      |
|   | <u>\$200,337,000</u> |

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

(1) (~~\$10,437,000~~) \$9,612,000 of the general fund—state appropriation for fiscal year 2018 and (~~\$11,112,000~~) \$10,236,000 of the general fund—state appropriation for fiscal year 2019 are provided solely for the operation and expenses of the office of the superintendent of public instruction.

(a) The superintendent shall recognize the extraordinary accomplishments of four students who have demonstrated a strong understanding of the civics essential learning requirements to receive the Daniel J. Evans civic education award.

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

5 (c) By September of each year, the office of the superintendent  
6 of public instruction shall produce an annual status report on  
7 implementation of the budget provisos in sections 501 and 513 of this  
8 act. The status report of each proviso shall include, but not be  
9 limited to, the following information: Purpose and objective, number  
10 of state staff funded by the proviso, number of contractors, status  
11 of proviso implementation, number of beneficiaries by year, list of  
12 beneficiaries, a comparison of budgeted funding and actual  
13 expenditures, other sources and amounts of funding, and proviso  
14 outcomes and achievements.

15 (d) The superintendent of public instruction, in consultation  
16 with the secretary of state, shall update the program prepared and  
17 distributed under RCW 28A.230.150 for the observation of temperance  
18 and good citizenship day to include providing an opportunity for  
19 eligible students to register to vote at school.

20 (e) Districts shall annually report to the office of the  
21 superintendent of public instruction on: (i) The annual number of  
22 graduating high school seniors within the district earning the  
23 Washington state seal of biliteracy provided in RCW 28A.300.575; and  
24 (ii) the number of high school students earning competency-based high  
25 school credits for world languages by demonstrating proficiency in a  
26 language other than English. The office of the superintendent of  
27 public instruction shall provide a summary report to the office of  
28 the governor and the appropriate committees of the legislature by  
29 December 1st of each year.

30 (2) (~~(\$3,857,000)~~) \$1,423,000 of the general fund—state  
31 appropriation for fiscal year 2018 and (~~(\$3,857,000)~~) \$5,598,000 of  
32 the general fund—state appropriation for fiscal year 2019 are  
33 provided solely for activities associated with the implementation of  
34 House Bill No. 2242 (fully funding the program of basic education).  
35 Of these amounts:

36 (a) \$857,000 of the general fund—state appropriation for fiscal  
37 year 2018 and \$857,000 of the general fund—state appropriation for  
38 fiscal year 2019 are provided solely for maintenance of the  
39 apportionment system;

1       (b) \$566,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$3,741,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely for activities associated with  
4 the implementation of House Bill No. 2242 (fully funding the program  
5 of basic education); and

6       (c) \$1,000,000 of the general fund—state appropriation for fiscal  
7 year 2019 is provided solely for the office of the superintendent of  
8 public instruction to review the use of local revenues for compliance  
9 with enrichment requirements, including the preballot approval of  
10 enrichment levy spending plans approved by the superintendent of  
11 public instruction, and any supplemental contracts entered into under  
12 RCW 28A.400.200.

13       (3)(a) \$911,000 of the general fund—state appropriation for  
14 fiscal year 2018 and \$911,000 of the general fund—state appropriation  
15 for fiscal year 2019 are provided solely for the operation and  
16 expenses of the state board of education, including basic education  
17 assistance activities.

18       (b) \$322,000 of the Washington opportunity pathways account—state  
19 appropriation is provided solely for the state board of education to  
20 provide assistance to public schools other than common schools  
21 authorized under chapter 28A.710 RCW.

22       (4) \$3,512,000 of the general fund—state appropriation for fiscal  
23 year 2018 and (~~(\$3,512,000)~~) \$3,762,000 of the general fund—state  
24 appropriation for fiscal year 2019 are provided solely to the  
25 professional educator standards board for the following:

26       (a) \$1,115,000 in fiscal year 2018 and \$1,115,000 in fiscal year  
27 2019 are for the operation and expenses of the Washington  
28 professional educator standards board;

29       (b) \$2,372,000 of the general fund—state appropriation for fiscal  
30 year 2018 and \$2,372,000 of the general fund—state appropriation for  
31 fiscal year 2019 are for grants to improve preservice teacher  
32 training and for funding of alternate routes to certification  
33 programs administered by the professional educator standards board.  
34 Alternate routes programs include the pipeline for paraeducators  
35 program, the retooling to teach conditional loan programs, and the  
36 recruiting Washington teachers program. Priority shall be given to  
37 programs that support bilingual teachers and English language  
38 learners. Within this subsection (4)(b), up to \$500,000 per fiscal  
39 year is available for grants to public or private colleges of

1 education in Washington state to develop models and share best  
2 practices for increasing the classroom teaching experience of  
3 preservice training programs and \$250,000 is provided solely for the  
4 pipeline for paraeducators conditional scholarship program for  
5 scholarships for paraeducators to complete their associate of arts  
6 degrees in subject matter shortage areas;

7 (c) \$25,000 of the general fund—state appropriation for fiscal  
8 year 2018 and \$25,000 of the general fund—state appropriation for  
9 fiscal year 2019 are provided solely for the professional educator  
10 standards board to develop educator interpreter standards and  
11 identify interpreter assessments that are available to school  
12 districts. Interpreter assessments should meet the following  
13 criteria: (A) Include both written assessment and performance  
14 assessment; (B) be offered by a national organization of professional  
15 sign language interpreters and transliterators; and (C) be designed  
16 to assess performance in more than one sign system or sign language.  
17 The board shall establish a performance standard, defining what  
18 constitutes a minimum assessment result, for each educational  
19 interpreter assessment identified. The board shall publicize the  
20 standards and assessments for school district use;

21 (d) Within the amounts appropriated in this section, sufficient  
22 funding is provided for implementation of chapter 172, Laws of 2017  
23 (SHB 1741) (educator prep. data/PESB).

24 (e) \$250,000 of the general fund—state appropriation for fiscal  
25 year 2019 is provided solely to procure or develop professional  
26 development for paraeducator subject matter certificates, in English  
27 language learner and special education, and must align courses with  
28 general paraeducator certificate professional development, including  
29 any necessary changes or edits to general paraeducator certificate  
30 online modules.

31 (5) \$266,000 of the general fund—state appropriation for fiscal  
32 year 2018 and (~~(\$266,000)~~) \$502,000 of the general fund—state  
33 appropriation for fiscal year 2019 are provided solely for the  
34 implementation of chapter 240, Laws of 2010, including staffing the  
35 office of equity and civil rights.

36 (6)(a) \$61,000 of the general fund—state appropriation for fiscal  
37 year 2018 and \$61,000 of the general fund—state appropriation for  
38 fiscal year 2019 are provided solely for the ongoing work of the  
39 education opportunity gap oversight and accountability committee.

1       (b) Within amounts appropriated in this subsection (6), the  
2 committee shall review the rules and procedures adopted by the  
3 superintendent of public instruction and the state board of education  
4 related to the minimum number of students to be used for public  
5 reporting and federal accountability purposes. By October 30, 2018,  
6 the committee shall report to the office of the superintendent of  
7 public instruction, the state board of education, and the  
8 appropriations committees of the legislature with its recommendations  
9 for the state to meet the following goals: Increase the visibility of  
10 the opportunity gap in schools with small subgroups of students; hold  
11 schools and school districts accountable to individual student-level  
12 support; and comply with federal student privacy laws.

13       (7) \$61,000 of the general fund—state appropriation for fiscal  
14 year 2018 and \$61,000 of the general fund—state appropriation for  
15 fiscal year 2019 are provided solely for the implementation of  
16 chapter 380, Laws of 2009 (enacting the interstate compact on  
17 educational opportunity for military children).

18       (8) \$262,000 of the Washington opportunity pathways account—state  
19 appropriation is provided solely for activities related to public  
20 schools other than common schools authorized under chapter 28A.710  
21 RCW.

22       (9) \$1,802,000 of the general fund—state appropriation for fiscal  
23 year 2018 and \$1,802,000 of the general fund—state appropriation for  
24 fiscal year 2019 are provided solely for implementing a comprehensive  
25 data system to include financial, student, and educator data,  
26 including development and maintenance of the comprehensive education  
27 data and research system (CEDARS).

28       (10) \$50,000 of the general fund—state appropriation for fiscal  
29 year 2018 and \$50,000 of the general fund—state appropriation for  
30 fiscal year 2019 are provided solely for project citizen, a program  
31 sponsored by the national conference of state legislatures and the  
32 center for civic education to promote participation in government by  
33 middle school students.

34       (11) \$1,500,000 of the general fund—state appropriation for  
35 fiscal year 2018 is provided solely for collaborative schools for  
36 innovation and success authorized under chapter 53, Laws of 2012. The  
37 office of the superintendent of public instruction shall award  
38 \$500,000 for each collaborative school for innovation and success  
39 selected for participation in the pilot program during 2012.

1 (12) \$123,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$123,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely for implementation of chapter  
4 163, Laws of 2012 (foster care outcomes). The office of the  
5 superintendent of public instruction shall annually report each  
6 December on the implementation of the state's plan of cross-system  
7 collaboration to promote educational stability and improve education  
8 outcomes of foster youth.

9 (13) \$250,000 of the general fund—state appropriation for fiscal  
10 year 2018 is provided solely for implementation of chapter 178, Laws  
11 of 2012 (open K-12 education resources).

12 (14) \$50,000 of the general fund—state appropriation for fiscal  
13 year 2018 and \$50,000 of the general fund—state appropriation for  
14 fiscal year 2019 are provided solely for school bullying and  
15 harassment prevention activities.

16 (15) \$14,000 of the general fund—state appropriation for fiscal  
17 year 2018 and \$14,000 of the general fund—state appropriation for  
18 fiscal year 2019 are provided solely for implementation of chapter  
19 242, Laws of 2013 (state-tribal education compacts).

20 (16) \$62,000 of the general fund—state appropriation for fiscal  
21 year 2018 and \$62,000 of the general fund—state appropriation for  
22 fiscal year 2019 are provided solely for competitive grants to school  
23 districts to increase the capacity of high schools to offer AP  
24 computer science courses. In making grant allocations, the office of  
25 the superintendent of public instruction must give priority to  
26 schools and districts in rural areas, with substantial enrollment of  
27 low-income students, and that do not offer AP computer science.  
28 School districts may apply to receive either or both of the following  
29 grants:

30 (a) A grant to establish partnerships to support computer science  
31 professionals from private industry serving on a voluntary basis as  
32 coinstructors along with a certificated teacher, including via  
33 synchronous video, for AP computer science courses; or

34 (b) A grant to purchase or upgrade technology and curriculum  
35 needed for AP computer science, as well as provide opportunities for  
36 professional development for classroom teachers to have the requisite  
37 knowledge and skills to teach AP computer science.

38 (17) \$10,000 of the general fund—state appropriation for fiscal  
39 year 2018 and \$10,000 of the general fund—state appropriation for



1 fiscal year 2019 are provided solely for the superintendent of public  
2 instruction to convene a committee for the selection and recognition  
3 of Washington innovative schools. The committee shall select and  
4 recognize Washington innovative schools based on the selection  
5 criteria established by the office of the superintendent of public  
6 instruction, in accordance with chapter 202, Laws of 2011 (innovation  
7 schools—recognition) and chapter 260, Laws of 2011 (innovation  
8 schools and zones).

9 (18) \$100,000 of the general fund—state appropriation for fiscal  
10 year 2018 and \$100,000 of the general fund—state appropriation for  
11 fiscal year 2019 are provided solely for the Mobius science center to  
12 expand mobile outreach of science, technology, engineering, and  
13 mathematics (STEM) education to students in rural, tribal, and low-  
14 income communities.

15 (19) \$131,000 of the general fund—state appropriation for fiscal  
16 year 2018, \$131,000 of the general fund—state appropriation for  
17 fiscal year 2019, and \$211,000 of the performance audits of  
18 government account—state appropriation are provided solely for the  
19 office of the superintendent of public instruction to perform on-  
20 going program reviews of alternative learning experience programs,  
21 dropout reengagement programs, and other high risk programs. Findings  
22 from the program reviews will be used to support and prioritize the  
23 office of the superintendent of public instruction outreach and  
24 education efforts that assist school districts in implementing the  
25 programs in accordance with statute and legislative intent, as well  
26 as to support financial and performance audit work conducted by the  
27 office of the state auditor.

28 (20) \$150,000 of the general fund—state appropriation for fiscal  
29 year 2018 and (~~(\$150,000)~~) \$202,000 of the general fund—state  
30 appropriation for fiscal year 2019 are provided solely for youth  
31 suicide prevention activities.

32 (21) \$31,000 of the general fund—state appropriation for fiscal  
33 year 2018 and \$55,000 of the general fund—state appropriation for  
34 fiscal year 2019 are provided solely for the office of the  
35 superintendent of public instruction for statewide implementation of  
36 career and technical education course equivalency frameworks  
37 authorized under RCW 28A.700.070 for math and science. This may  
38 include development of additional equivalency course frameworks,

1 course performance assessments, and professional development for  
2 districts implementing the new frameworks.

3 (22) \$2,541,000 of the general fund—state appropriation for  
4 fiscal year 2018 and \$2,541,000 of the general fund—state  
5 appropriation for fiscal year 2019 are provided solely for a corps of  
6 nurses located at educational service districts, as determined by the  
7 superintendent of public instruction, to be dispatched to the most  
8 needy schools to provide direct care to students, health education,  
9 and training for school staff.

10 (23) \$300,000 of the general fund—state appropriation for fiscal  
11 year 2018 and \$300,000 of the general fund—state appropriation for  
12 fiscal year 2019 are provided solely for a nonviolence and ethical  
13 leadership training and professional development program provided by  
14 the institute for community leadership.

15 (24) \$1,221,000 of the general fund—state appropriation for  
16 fiscal year 2018 and \$1,221,000 of the general fund—state  
17 appropriation for fiscal year 2019 are provided solely for K-20  
18 telecommunications network technical support in the K-12 sector to  
19 prevent system failures and avoid interruptions in school utilization  
20 of the data processing and video-conferencing capabilities of the  
21 network. These funds may be used to purchase engineering and advanced  
22 technical support for the network.

23 (25) \$3,940,000 of the general fund—state appropriation for  
24 fiscal year 2018 and \$3,940,000 of the general fund—state  
25 appropriation for fiscal year 2019 are provided solely for the  
26 Washington state achievers scholarship and Washington higher  
27 education readiness program. The funds shall be used to: Support  
28 community involvement officers that recruit, train, and match  
29 community volunteer mentors with students selected as achievers  
30 scholars; and to identify and reduce barriers to college for low-  
31 income and underserved middle and high school students.

32 (26) \$1,354,000 of the general fund—state appropriation for  
33 fiscal year 2018 and (~~(\$1,354,000)~~) \$1,454,000 of the general fund—  
34 state appropriation for fiscal year 2019 are provided solely for  
35 contracting with a college scholarship organization with expertise in  
36 conducting outreach to students concerning eligibility for the  
37 Washington college bound scholarship consistent with chapter 405,  
38 Laws of 2007.

1 (27) \$410,000 of the general fund—state appropriation for fiscal  
2 year 2018, \$280,000 of the general fund—state appropriation for  
3 fiscal year 2019, and (~~(\$1,029,000)~~) \$1,028,000 of the dedicated  
4 marijuana account—state appropriation are provided solely for dropout  
5 prevention, intervention, and reengagement programs, including the  
6 jobs for America's graduates (JAG) program, dropout prevention  
7 programs that provide student mentoring, and the building bridges  
8 statewide program. Students in the foster care system or who are  
9 homeless shall be given priority by districts offering the jobs for  
10 America's graduates program. The office of the superintendent of  
11 public instruction shall convene staff representatives from high  
12 schools to meet and share best practices for dropout prevention. Of  
13 these amounts, \$513,000 of the dedicated marijuana account—state  
14 appropriation for fiscal year 2018, and (~~(\$516,000)~~) \$515,000 of the  
15 dedicated marijuana account—state appropriation for fiscal year 2019  
16 are provided solely for the building bridges statewide program.

17 (28) \$2,984,000 of the general fund—state appropriation for  
18 fiscal year 2018 and \$2,590,000 of the general fund—state  
19 appropriation for fiscal year 2019 are provided solely for the  
20 Washington kindergarten inventory of developing skills. State funding  
21 shall support statewide administration and district implementation of  
22 the inventory under RCW 28A.655.080.

23 (29) \$293,000 of the general fund—state appropriation for fiscal  
24 year 2018 and \$293,000 of the general fund—state appropriation for  
25 fiscal year 2019 are provided solely for the office of the  
26 superintendent of public instruction to support district  
27 implementation of comprehensive guidance and planning programs in  
28 support of high-quality high school and beyond plans consistent with  
29 RCW 28A.230.090.

30 (30) \$4,894,000 of the general fund—state appropriation for  
31 fiscal year 2018 and \$4,894,000 of the general fund—state  
32 appropriation for fiscal year 2019 are provided solely for grants for  
33 implementation of dual credit programs and subsidized advance  
34 placement exam fees and international baccalaureate class fees and  
35 exam fees for low-income students. For expenditures related to  
36 subsidized exam fees, the superintendent shall report: The number of  
37 students served; the demographics of the students served; and how the  
38 students perform on the exams.

1 (31) \$100,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$100,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely for the superintendent of public  
4 instruction to convene a work group to build upon the work of the  
5 social emotional learning work group established under section  
6 501(34), chapter 4, Laws of 2015 3rd sp. sess. The members of the  
7 work group must include representatives from the same organizations  
8 that were represented on the 2015 work group, as well as five  
9 representatives of diverse communities and a statewide expanded  
10 learning opportunities intermediary. The work group must identify and  
11 articulate developmental indicators for each grade level for each of  
12 the social emotional learning benchmarks, solicit feedback from  
13 stakeholders, and develop a model of best practices or guidance for  
14 schools on implementing the benchmarks and indicators. The work group  
15 shall submit recommendations to the education committees of the  
16 legislature and the office of the governor by June 30, 2019.

17 (32) \$117,000 of the general fund—state appropriation for fiscal  
18 year 2018 and \$117,000 of the general fund—state appropriation for  
19 fiscal year 2019 are provided solely for implementation of chapter 3  
20 (SHB No. 1813), Laws of 2015 1st sp. sess. (computer science).

21 (33) \$450,000 of the general fund—state appropriation for fiscal  
22 year 2018 and (~~(\$450,000)~~) \$1,450,000 of the general fund—state  
23 appropriation for fiscal year 2019 are provided solely for  
24 implementation of chapter 236, Laws of 2017 (SHB 1445) (dual  
25 language/early learning & K-12). In selecting recipients of the K-12  
26 dual language grant, the superintendent of public instruction must  
27 prioritize districts that received grants under section 501(36),  
28 chapter 4, Laws of 2015 3rd sp. sess. Of the amounts in this  
29 subsection, up to \$950,000 of the general fund—state appropriation  
30 for fiscal year 2019 is for implementation of the K-12 dual language  
31 grant program established in RCW 28A.630.095 and \$500,000 of the  
32 general fund—state appropriation for fiscal year 2019 is provided  
33 solely for implementation of the bilingual educator initiative pilot  
34 project established under RCW 28A.180.120.

35 (34) \$125,000 of the general fund—state appropriation for fiscal  
36 year 2018 and \$125,000 of the general fund—state appropriation for  
37 fiscal year 2019 are provided solely for the Kip Tokuda memorial  
38 Washington civil liberties public education program. The

1 superintendent of public instruction shall award grants consistent  
2 with RCW 28A.300.410.

3 (35) \$1,000,000 of the general fund—state appropriation for  
4 fiscal year 2018 and \$1,000,000 of the general fund—state  
5 appropriation for fiscal year 2019 are provided solely for the  
6 computer science and education grant program to support the following  
7 three purposes: Train and credential teachers in computer sciences;  
8 provide and upgrade technology needed to learn computer science; and,  
9 for computer science frontiers grants to introduce students to and  
10 engage them in computer science. The office of the superintendent of  
11 public instruction must use the computer science learning standards  
12 adopted pursuant to chapter 3, Laws of 2015 (computer science) in  
13 implementing the grant, to the extent possible. Additionally, grants  
14 provided for the purpose of introducing students to computer science  
15 are intended to support innovative ways to introduce and engage  
16 students from historically underrepresented groups, including girls,  
17 low-income students, and minority students, to computer science and  
18 to inspire them to enter computer science careers. Grant funds for  
19 the computer science and education grant program may be expended only  
20 to the extent that they are equally matched by private sources for  
21 the program, including gifts, grants, or endowments.

22 (36) \$2,145,000 of the general fund—state appropriation for  
23 fiscal year 2018 and \$2,145,000 of the general fund—state  
24 appropriation for fiscal year 2019 are provided solely for a contract  
25 with a nongovernmental entity or entities for demonstration sites to  
26 improve the educational outcomes of students who are dependent  
27 pursuant to chapter 13.34 RCW pursuant to chapter 71, Laws of 2016  
28 (Fourth Substitute House Bill No. 1999, foster youth edu. outcomes).

29 (a) Of the amount provided in this subsection, \$446,000 of the  
30 general fund—state appropriation for fiscal year 2018 and \$446,000 of  
31 the general fund—state appropriation for fiscal year 2019 are  
32 provided solely for the demonstration site established pursuant to  
33 the 2013-2015 omnibus appropriations act, section 202(10), chapter 4,  
34 Laws of 2013, 2nd sp. sess.

35 (b) Of the amount provided in this subsection, \$1,015,000 of the  
36 general fund—state appropriation for fiscal year 2018 and \$1,015,000  
37 of the general fund—state appropriation for fiscal year 2019 are  
38 provided solely for the demonstration site established pursuant to

1 the 2015-2017 omnibus appropriations act, section 501(43)(b), chapter  
2 4, Laws of 2015, 3rd sp. sess., as amended.

3 (37) \$1,000,000 of the general fund—state appropriation for  
4 fiscal year 2018 and \$1,000,000 of the general fund—state  
5 appropriation for fiscal year 2019 are provided solely for  
6 implementation of chapter 157, Laws of 2016 (Third Substitute House  
7 Bill No. 1682, homeless students).

8 (38) \$753,000 of the general fund—state appropriation for fiscal  
9 year 2018 and \$703,000 of the general fund—state appropriation for  
10 fiscal year 2019 are provided solely for implementation of chapter  
11 72, Laws of 2016 (Fourth Substitute House Bill No. 1541, educational  
12 opportunity gap).

13 (39) \$57,000 of the general fund—state appropriation for fiscal  
14 year 2018 and \$15,000 of the general fund—state appropriation for  
15 fiscal year 2019 are provided solely for implementation of chapter  
16 240, Laws of 2016 (Engrossed Senate Bill No. 6620, school safety).

17 (40) \$186,000 of the general fund—state appropriation for fiscal  
18 year 2018 and \$178,000 of the general fund—state appropriation for  
19 fiscal year 2019 are provided solely for implementation of chapter  
20 291, Laws of 2017 (2SHB 1170) (truancy reduction efforts).

21 (41) \$984,000 of the general fund—state appropriation for fiscal  
22 year 2018 and \$912,000 of the general fund—state appropriation for  
23 fiscal year 2019 are provided solely for implementation of chapter  
24 237, Laws of 2017 (ESHB 1115) (paraeducators).

25 (42) \$204,000 of the general fund—state appropriation for fiscal  
26 year 2018, \$204,000 of the general fund—state appropriation for  
27 fiscal year 2019, and \$408,000 of the general fund—federal  
28 appropriation are provided solely for implementation of chapter 202,  
29 Laws of 2017 (E2SHB 1713) (children's mental health).

30 (43) \$300,000 of the general fund—state appropriation for fiscal  
31 year 2018 and \$300,000 of the general fund—state appropriation for  
32 fiscal year 2019 are provided solely for grants to middle and high  
33 schools to support international baccalaureate programs in high  
34 poverty schools. Of these amounts:

35 (a) \$200,000 of the appropriation for fiscal year 2018 and  
36 \$200,000 of the appropriation for fiscal year 2019 are provided  
37 solely for grants to high schools that have an existing international  
38 baccalaureate program and enrollments of seventy percent or more  
39 students eligible for free or reduced-price meals in the prior school

1 year to implement and sustain an international baccalaureate program;  
2 and

3 (b) \$100,000 of the appropriation for fiscal year 2018 and  
4 \$100,000 of the appropriation for fiscal year 2019 are provided  
5 solely for grants to middle schools with students that will attend a  
6 qualifying high poverty high school that has received a grant under  
7 (a) of this subsection to support implementation of a middle school  
8 international baccalaureate program.

9 (44) \$240,000 of the general fund—state appropriation for fiscal  
10 year 2018 is provided solely for a grant to the Pacific science  
11 center to continue providing science on wheels activities in schools  
12 and other community settings. Funding is provided to assist with  
13 upgrading three planetarium computers and software and to assist with  
14 purchasing and outfitting three vans with new traveling planetarium  
15 exhibits.

16 (45) (~~(\$100,000)~~) \$40,000 of the general fund—state appropriation  
17 for fiscal year 2018 (~~(is)~~) and \$60,000 of the general fund—state  
18 appropriation for fiscal year 2019 are provided solely for the office  
19 of the superintendent of public instruction to contract for  
20 consulting services for a study of the current state pupil  
21 transportation funding formula. The study must evaluate the extent to  
22 which the formula corresponds to the actual costs of providing pupil  
23 transportation to and from school for the state's statutory program  
24 of basic education, including local school district characteristics  
25 such as unique geographic constraints, and transportation for  
26 students who are identified as homeless under the McKinney-Vento act.  
27 Based on the results of this evaluation, the superintendent must make  
28 recommendations for any necessary revisions to the state's pupil  
29 transportation formula, taking into account the statutory program of  
30 basic education, promotion of the efficient use of state and local  
31 resources, and continued local district control over the management  
32 of pupil transportation systems. The superintendent must make  
33 recommendations to clarify the sources of funding that districts can  
34 use to transport homeless students to and from school.

35 (46) \$440,000 of the general fund—state appropriation for fiscal  
36 year 2018 and \$270,000 of the general fund—state appropriation for  
37 fiscal year 2019 are provided solely for the office of the  
38 superintendent of public instruction for the procurement and  
39 implementation of a reporting and data aggregation system that will

1 connect state- and district-level information to secure and protect  
2 district, school and student information in order to close student  
3 performance gaps by assisting school districts in data-driven  
4 implementation of strategies and supports that are responsive of  
5 student needs.

6 (47) \$150,000 of the general fund—state appropriation for fiscal  
7 year 2018 and \$450,000 of the general fund—state appropriation for  
8 fiscal year 2019 are provided for the superintendent of public  
9 instruction to develop and implement a statewide accountability  
10 system to address absenteeism and to improve student graduation  
11 rates. The system must use data to engage schools and districts in  
12 identifying successful strategies and systems that are based on  
13 federal and state accountability measures. Funding may also support  
14 the effort to provide assistance about successful strategies and  
15 systems to districts and schools that are underperforming in the  
16 targeted student subgroups.

17 (48) \$178,000 of the general fund—state appropriation for fiscal  
18 year 2018 and \$179,000 of the general fund—state appropriation for  
19 fiscal year 2019 are provided solely for implementation of chapter  
20 180, Laws of 2017 (2SSB 5258) (Washington Aim program).

21 (49) \$97,000 of the general fund—state appropriation for fiscal  
22 year 2019 is provided solely for implementation of Substitute House  
23 Bill No. 1539 (sexual abuse of students). If the bill is not enacted  
24 by June 30, 2018, the amount provided in this subsection shall lapse.

25 (50) \$40,000 of the general fund—state appropriation for fiscal  
26 year 2019 is provided solely for implementation of Engrossed Second  
27 Substitute House Bill No. 2779 (children's mental health services).  
28 If the bill is not enacted by June 30, 2018, the amount provided in  
29 this subsection shall lapse.

30 (51) \$676,000 of the general fund—state appropriation for fiscal  
31 year 2019 is provided solely for implementation of Substitute House  
32 Bill No. 2748 (learning assistance program). If the bill is not  
33 enacted by June 30, 2018, the amount provided in this subsection  
34 shall lapse.

35 (52) \$230,000 of the general fund—state appropriation for fiscal  
36 year 2019 is provided solely for implementation of Second Substitute  
37 House Bill No. 1896 (civics education). If the bill is not enacted by  
38 June 30, 2018, the amount provided in this subsection shall lapse.



1       (53) Within amounts appropriated in this section, the office of  
2 the superintendent of public instruction and the state board of  
3 education shall adopt a rule that the minimum number of students to  
4 be used for public reporting and federal accountability purposes is  
5 ten.

6       (54) \$335,000 of the general fund—state appropriation for fiscal  
7 year 2019 is provided solely for implementation of Engrossed Second  
8 Substitute House Bill No. 1600 (career and college readiness). If the  
9 bill is not enacted by June 30, 2018, the amount provided in this  
10 subsection shall lapse.

11       (55) \$100,000 of the general fund—state appropriation for fiscal  
12 year 2019 is provided solely to the office of the superintendent of  
13 public instruction for programs to combat bias. The office of the  
14 superintendent of public instruction must contract with a nonprofit  
15 organization that supports Washington teachers in implementing  
16 lessons of the Holocaust for the creation of a comprehensive online  
17 encyclopedia of local Holocaust education resources. The online  
18 encyclopedia must include teaching trunk materials, Anne Frank  
19 materials, genocide resources, and video testimonies.

20       (56) \$200,000 of the general fund—state appropriation for fiscal  
21 year 2019 is provided for the office of the superintendent of public  
22 instruction to meet statutory obligations related to the provision of  
23 medically and scientifically accurate, age-appropriate, and inclusive  
24 sexual health education as authorized by chapter 206, Laws of 1988  
25 (AIDS omnibus act) and chapter 265, Laws of 2007 (healthy youth act).  
26 The office of the superintendent of public instruction must submit a  
27 report to the appropriate policy and fiscal committees of the  
28 legislature by June 30, 2019, outlining accomplishments and  
29 deliverables achieved in fiscal year 2019.

30       (57) The office of the superintendent of public instruction, in  
31 collaboration with the department of social and health services  
32 developmental disabilities administration and division of vocational  
33 rehabilitation, shall explore the development of an implementation  
34 plan to build statewide capacity among school districts to improve  
35 transition planning for students in special education who meet  
36 criteria for services from the developmental disabilities  
37 administration, and shall provide all school districts with an  
38 opportunity to participate. The plan shall be submitted in compliance  
39 with RCW 43.01.036 by November 1, 2018, and the final report must be

1 submitted by November 1, 2020, to the governor and appropriate  
2 legislative committees.

3 (58) \$40,000 of the general fund—state appropriation for fiscal  
4 year 2019 is provided solely for the legislative youth advisory  
5 council. The council of statewide members advises legislators on  
6 issues of importance to youth.

7 (59) \$100,000 of the general fund—state appropriation for fiscal  
8 year 2019 is provided solely to contract with a nonprofit, civil  
9 rights and human relations organization with expertise in tracking  
10 and responding to hate incidents in schools, and with experience  
11 implementing programs designed to empower students to improve upon  
12 and sustain school climates that combat bias and bullying. The  
13 contract must expand the organization's current anti-bias programs to  
14 eight public schools across Washington, with at least half of the  
15 public schools located east of the crest of the Cascade mountains.  
16 Amounts provided in this subsection may be used to support preprogram  
17 planning, trainings, guidance, surveys, materials, and the hiring of  
18 a part-time contractor to support data tracking.

19 (60) \$120,000 of the general fund—state appropriation for fiscal  
20 year 2019 is provided solely for implementation of Second Substitute  
21 Senate Bill No. 6162 (dyslexia). If the bill is not enacted by June  
22 30, 2018, the amount provided in this subsection shall lapse.

23 (61) Within the amounts appropriated in this section the office  
24 of the superintendent of public instruction shall ensure career and  
25 technical education courses are aligned with high-demand, high-wage  
26 jobs. The superintendent shall verify that the current list of career  
27 and technical education courses meets the criteria established in RCW  
28 28A.700.020(2). The superintendent shall remove from the list any  
29 career and technical education course that no longer meets such  
30 criteria.

31 (62) \$240,000 of the general fund—state appropriation for fiscal  
32 year 2019 is provided solely for the office of native education to  
33 increase services to tribes, including but not limited to, providing  
34 assistance to tribes and school districts to implement Since Time  
35 Immemorial, applying to become tribal compact schools, convening the  
36 Washington state native American education advisory committee, and  
37 extending professional learning opportunities to provide instruction  
38 in tribal history, culture, and government.

1 (63) \$10,000 of the general fund—state appropriation for fiscal  
2 year 2019 is provided solely for the civic education travel grant  
3 program pursuant to RCW 28A.300.480.

4 (64) Within the amounts appropriated in this section, the office  
5 of the superintendent of public instruction may develop  
6 recommendations to amend long-standing provisos within Part V of the  
7 omnibus operating budget. The office of the superintendent of public  
8 instruction shall submit recommendations, to include rationale why  
9 each proposed change should be made, to the office of financial  
10 management and the fiscal committees of the legislature by July 1,  
11 2018.

12 (65) Within the amounts appropriated in this section, the office  
13 of the superintendent of public instruction shall coordinate with  
14 school districts and educational service districts that contract for  
15 transportation bus services and report the following information to  
16 the appropriate fiscal committees of the legislature by December 1,  
17 2018:

18 (a) The number of transportation contract employees by job  
19 category;

20 (b) The total cost of the transportation contract, including the  
21 amount held by the school district or educational service district  
22 for administration of the contract;

23 (c) Information about the retirement benefit for transportation  
24 contract employees, including the name of the provider, the aggregate  
25 amount provided, and the amounts provided by employees;

26 (d) Information about the total health care benefit provided to  
27 transportation contract employees, including the name of the provider  
28 and the summary of benefits; and

29 (e) A copy of the transportation contract.

30 (66) Within the amounts appropriated in this section, the office  
31 of the superintendent of public instruction shall:

32 (a) Make recommendations on the best methods to provide and fund  
33 vocational funding enhancement for career and technical education and  
34 career-connected learning through alternative learning experience  
35 courses;

36 (b) Solicit and incorporate input received from the online  
37 learning advisory committee in making its report recommendations; and

38 (c) Submit a report of recommendations to the education and  
39 fiscal committees of the legislature by December 15, 2018.

1 (67) \$900,000 of the general fund—state appropriation for fiscal  
2 year 2019 is provided solely for the office of the superintendent of  
3 public instruction to leverage federal funding from the e-rate  
4 program operated by the universal service administrative company,  
5 under the federal communications commission. Funding is provided to  
6 enable more student access to digital learning.

7 (68) \$4,000,000 of the general fund—state appropriation for  
8 fiscal year 2019 is provided solely for the office of the  
9 superintendent of public instruction to provide grants to school  
10 districts and educational service districts for science teacher  
11 training in the next generation science standards including training  
12 in the climate science standards. At a minimum, school districts  
13 shall ensure that teachers in one grade level in each elementary,  
14 middle, and high school participate in this science training. Of the  
15 amount appropriated \$1,000,000 is provided solely for community based  
16 nonprofits to partner with public schools for next generation science  
17 standards.

18 (69) \$722,000 of the general fund—state appropriation for fiscal  
19 year 2019 is provided solely for the superintendent of public  
20 instruction to provide grants to educational service districts and  
21 school districts to develop or expand regional safety programs to  
22 address student safety. At a minimum, programs must implement a  
23 multitier threat assessment system; develop a process for notifying  
24 schools, including private schools, of safety emergencies; and make  
25 recommendations or implement appropriate safety technology consistent  
26 with regional need.

27 (70) \$131,000 of the general fund—state appropriation for fiscal  
28 year 2019 is provided solely for implementation of Substitute House  
29 Bill No. 2685 (high school preapprenticeships). If the bill is not  
30 enacted by June 30, 2018, the amount provided in this subsection  
31 shall lapse.

32 **Sec. 502.** 2017 3rd sp.s. c 1 s 502 (uncodified) is amended to  
33 read as follows:

34 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR GENERAL**  
35 **APPORTIONMENT**

|    |  |       |                                  |
|----|--|-------|----------------------------------|
| 36 | General Fund—State Appropriation (FY 2018) | . . . | (( <del>\$7,183,886,000</del> )) |
| 37 |  |       | <u>\$7,239,334,000</u>           |
| 38 | General Fund—State Appropriation (FY 2019) | . . . | (( <del>\$7,412,055,000</del> )) |

|   |  |                                   |
|---|--|-----------------------------------|
| 1 |  | <u>\$7,142,294,000</u>            |
| 2 | Education Legacy Trust Account—State Appropriation . | (( <del>\$345,730,000</del> ))    |
| 3 |  | <u>\$595,730,000</u>              |
| 4 | TOTAL APPROPRIATION. . . . .                         | (( <del>\$14,941,671,000</del> )) |
| 5 |  | <u>\$14,977,358,000</u>           |

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

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

11 (b) For the 2017-18 and 2018-19 school years, the superintendent  
12 shall allocate general apportionment funding to school districts as  
13 provided in the funding formulas and salary allocations in sections  
14 502 and 503 of this act, excluding (c) of this subsection, and in  
15 House Bill No. 2242 (fully funding the program of basic education).

16 (c) From July 1, 2017, to August 31, 2017, the superintendent  
17 shall allocate general apportionment funding to school districts  
18 programs as provided in sections 502 and 503, chapter 4, Laws of 2015  
19 3rd sp. sess., as amended.

20 (d) The enrollment of any district shall be the annual average  
21 number of full-time equivalent students and part-time students as  
22 provided in RCW 28A.150.350, enrolled on the fourth day of school in  
23 September and on the first school day of each month October through  
24 June, including students who are in attendance pursuant to RCW  
25 28A.335.160 and 28A.225.250 who do not reside within the servicing  
26 school district. Any school district concluding its basic education  
27 program in May must report the enrollment of the last school day held  
28 in May in lieu of a June enrollment.

29 (e)(i) Funding provided in part V of this act is sufficient to  
30 provide each full-time equivalent student with the minimum hours of  
31 instruction required under RCW 28A.150.220.

32 (ii) The office of the superintendent of public instruction shall  
33 align the agency rules defining a full-time equivalent student with  
34 the increase in the minimum instructional hours under RCW  
35 28A.150.220, as amended by the legislature in 2014.

36 (f) The superintendent shall adopt rules requiring school  
37 districts to report full-time equivalent student enrollment as  
38 provided in RCW 28A.655.210.

1 (g) For the 2017-18 and 2018-19 school years, school districts  
2 must report to the office of the superintendent of public instruction  
3 the monthly actual average district-wide class size across each grade  
4 level of kindergarten, first grade, second grade, and third grade  
5 classes. The superintendent of public instruction shall report this  
6 information to the education and fiscal committees of the house of  
7 representatives and the senate by September 30th of each year.

8 (h) For the 2018-19 school year, a school district qualifies for  
9 a hold harmless payment if the sum of the school district's state  
10 basic education allocations plus its enrichment levy and local effort  
11 assistance under chapter 13, Laws of 2017 3rd sp. sess. is less than  
12 the sum of state basic education allocations, local maintenance and  
13 operation levy, and local effort assistance provided under the law as  
14 it existed on January 1, 2017. For the purposes of this section, the  
15 local levy is limited to the lesser of the voter-approved levy as of  
16 January 1, 2017, or the maximum levy allowed under the law as of  
17 January 1, 2017.

18 (2) CERTIFICATED INSTRUCTIONAL STAFF ALLOCATIONS

19 Allocations for certificated instructional staff salaries for the  
20 2017-18 and 2018-19 school years are determined using formula-  
21 generated staff units calculated pursuant to this subsection.

22 (a) Certificated instructional staff units, as defined in RCW  
23 28A.150.410, shall be allocated to reflect the minimum class size  
24 allocations, requirements, and school prototypes assumptions as  
25 provided in RCW 28A.150.260. The superintendent shall make  
26 allocations to school districts based on the district's annual  
27 average full-time equivalent student enrollment in each grade.

28 (b) Additional certificated instructional staff units provided in  
29 this subsection (2) that exceed the minimum requirements in RCW  
30 28A.150.260 are enhancements outside the program of basic education,  
31 except as otherwise provided in this section.

32 (c)(i) The superintendent shall base allocations for each level  
33 of prototypical school on the following regular education average  
34 class size of full-time equivalent students per teacher, except as  
35 provided in (c)(ii) of this subsection:

36 General education class size:

| 37 Grade | RCW 28A.150.260 | 2017-18     | 2018-19     |
|----------|-----------------|-------------|-------------|
|          |                 | School Year | School Year |

|   |             |       |       |
|---|-------------|-------|-------|
| 1 | Grade K     | 17.00 | 17.00 |
| 2 | Grade 1     | 17.00 | 17.00 |
| 3 | Grade 2     | 17.00 | 17.00 |
| 4 | Grade 3     | 17.00 | 17.00 |
| 5 | Grade 4     | 27.00 | 27.00 |
| 6 | Grades 5-6  | 27.00 | 27.00 |
| 7 | Grades 7-8  | 28.53 | 28.53 |
| 8 | Grades 9-12 | 28.74 | 28.74 |

9 The superintendent shall base allocations for: Laboratory science  
10 average class size as provided in RCW 28A.150.260; career and  
11 technical education (CTE) class size of 23.0; and skill center  
12 program class size of 20.0.

13 (ii) For each level of prototypical school at which more than  
14 fifty percent of the students were eligible for free and reduced-  
15 price meals in the prior school year, the superintendent shall  
16 allocate funding based on the following average class size of full-  
17 time equivalent students per teacher:

18 General education class size in high poverty schools:

| 19 | Grade       | RCW 28A.150.260 | 2017-18     | 2018-19     |
|----|-------------|-----------------|-------------|-------------|
| 20 |             |                 | School Year | School Year |
| 21 | Grade K     |                 | 17.00       | 17.00       |
| 22 | Grade 1     |                 | 17.00       | 17.00       |
| 23 | Grade 2     |                 | 17.00       | 17.00       |
| 24 | Grade 3     |                 | 17.00       | 17.00       |
| 25 | Grade 4     |                 | 27.00       | 27.00       |
| 26 | Grades 5-6  |                 | 27.00       | 27.00       |
| 27 | Grades 7-8  |                 | 28.53       | 28.53       |
| 28 | Grades 9-12 |                 | 28.74       | 28.74       |

29 (iii) Pursuant to RCW 28A.150.260(4)(a), the assumed teacher  
30 planning period, expressed as a percentage of a teacher work day, is  
31 13.42 percent in grades K-6, and 16.67 percent in grades 7-12; and

32 (iv) Advanced placement and international baccalaureate courses  
33 are funded at the same class size assumptions as general education  
34 schools in the same grade; and

1 (d)(i) Funding for teacher librarians, school nurses, social  
2 workers, school psychologists, and guidance counselors is allocated  
3 based on the school prototypes as provided in RCW 28A.150.260 and is  
4 considered certificated instructional staff, except as provided in  
5 (d)(ii) of this subsection.

6 (ii) Students in approved career and technical education and  
7 skill center programs generate certificated instructional staff units  
8 to provide for the services of teacher librarians, school nurses,  
9 social workers, school psychologists, and guidance counselors at the  
10 following combined rate per 1000 student full-time equivalent  
11 enrollment:

|                                   | 2017-18     | 2018-19     |
|-----------------------------------|-------------|-------------|
|                                   | School Year | School Year |
| 14 Career and Technical Education | 3.07        | 3.07        |
| 15 Skill Center                   | 3.41        | 3.41        |

16 (3) ADMINISTRATIVE STAFF ALLOCATIONS

17 (a) Allocations for school building-level certificated  
18 administrative staff salaries for the 2017-18 and 2018-19 school  
19 years for general education students are determined using the formula  
20 generated staff units calculated pursuant to this subsection. The  
21 superintendent shall make allocations to school districts based on  
22 the district's annual average full-time equivalent enrollment in each  
23 grade. The following prototypical school values shall determine the  
24 allocation for principals, assistance principals, and other  
25 certificated building level administrators:

26 Prototypical School Building:

|                      |       |
|----------------------|-------|
| 27 Elementary School | 1.253 |
| 28 Middle School     | 1.353 |
| 29 High School       | 1.880 |

30 (b) Students in approved career and technical education and skill  
31 center programs generate certificated school building-level  
32 administrator staff units at per student rates that are a multiple of  
33 the general education rate in (a) of this subsection by the following  
34 factors: Career and Technical Education students. . . . . 1.025  
35 Skill Center students. . . . . 1.198

36 (4) CLASSIFIED STAFF ALLOCATIONS



1 Allocations for classified staff units providing school building-  
2 level and district-wide support services for the 2017-18 and 2018-19  
3 school years are determined using the formula-generated staff units  
4 provided in RCW 28A.150.260 and pursuant to this subsection, and  
5 adjusted based on each district's annual average full-time equivalent  
6 student enrollment in each grade.

7 (5) CENTRAL OFFICE ALLOCATIONS

8 In addition to classified and administrative staff units  
9 allocated in subsections (3) and (4) of this section, classified and  
10 administrative staff units are provided for the 2017-18 and 2018-19  
11 school years for the central office administrative costs of operating  
12 a school district, at the following rates:

13 (a) The total central office staff units provided in this  
14 subsection (5) are calculated by first multiplying the total number  
15 of eligible certificated instructional, certificated administrative,  
16 and classified staff units providing school-based or district-wide  
17 support services, as identified in RCW 28A.150.260(6)(b) and the  
18 increased allocations provided pursuant to subsections (2) and (4) of  
19 this section, by 5.3 percent.

20 (b) Of the central office staff units calculated in (a) of this  
21 subsection, 74.53 percent are allocated as classified staff units, as  
22 generated in subsection (4) of this section, and 25.47 percent shall  
23 be allocated as administrative staff units, as generated in  
24 subsection (3) of this section.

25 (c) Staff units generated as enhancements outside the program of  
26 basic education to the minimum requirements of RCW 28A.150.260, and  
27 staff units generated by skill center and career-technical students,  
28 are excluded from the total central office staff units calculation in  
29 (a) of this subsection.

30 (d) For students in approved career-technical and skill center  
31 programs, central office classified units are allocated at the same  
32 staff unit per student rate as those generated for general education  
33 students of the same grade in this subsection (5), and central office  
34 administrative staff units are allocated at staff unit per student  
35 rates that exceed the general education rate established for students  
36 in the same grade in this subsection (5) by 12.29 percent in the  
37 2017-18 school year and 12.29 percent in the 2018-19 school year for  
38 career and technical education students, and 17.61 percent in the

1 2017-18 school year and 17.61 percent in the 2018-19 school year for  
2 skill center students.

3 (6) FRINGE BENEFIT ALLOCATIONS

4 Fringe benefit allocations shall be calculated at a rate of 23.49  
5 percent in the 2017-18 school year and ((23.49)) 23.65 percent in the  
6 2018-19 school year for certificated salary allocations provided  
7 under subsections (2), (3), and (5) of this section, and a rate of  
8 24.60 percent in the 2017-18 school year and ((24.60)) 24.67 percent  
9 in the 2018-19 school year for classified salary allocations provided  
10 under subsections (4) and (5) of this section.

11 (7) INSURANCE BENEFIT ALLOCATIONS

12 Insurance benefit allocations shall be calculated at the  
13 maintenance rate specified in section 504 of this act, based on the  
14 number of benefit units determined as follows:

15 (a) The number of certificated staff units determined in  
16 subsections (2), (3), and (5) of this section; and

17 (b) The number of classified staff units determined in  
18 subsections (4) and (5) of this section multiplied by 1.152. This  
19 factor is intended to adjust allocations so that, for the purpose of  
20 distributing insurance benefits, full-time equivalent classified  
21 employees may be calculated on the basis of 1,440 hours of work per  
22 year, with no individual employee counted as more than one full-time  
23 equivalent.

24 (8) MATERIALS, SUPPLIES, AND OPERATING COSTS (MSOC) ALLOCATIONS

25 Funding is allocated per annual average full-time equivalent  
26 student for the materials, supplies, and operating costs (MSOC)  
27 incurred by school districts, consistent with the requirements of RCW  
28 28A.150.260.

29 (a)(i) MSOC funding for general education students are allocated  
30 at the following per student rates:

31 MSOC RATES/STUDENT FTE

32

| 33 MSOC Component          | 2017-18     | 2018-19                                   |
|----------------------------|-------------|---|
| 34                         | School Year | School Year                               |
| 35                         |             |   |
| 36 Technology              | \$130.76    | (( <del>\$132.85</del> )) <u>\$133.24</u> |
| 37 Utilities and Insurance | \$355.30    | (( <del>\$360.98</del> )) <u>\$362.05</u> |

|   |   |            |   |
|---|---|------------|---|
| 1 | Curriculum and Textbooks                                | \$140.39   | (( <del>\$142.64</del> )) <u>\$143.06</u> |
| 2 | Other Supplies and Library Materials                    | \$298.05   | (( <del>\$302.82</del> )) <u>\$303.71</u> |
| 3 | Instructional Professional Development for Certificated | \$21.71    | (( <del>\$22.06</del> )) <u>\$22.12</u>   |
| 4 | and Classified Staff                                    |            |   |
| 5 | Facilities Maintenance                                  | \$176.01   | (( <del>\$178.83</del> )) <u>\$179.36</u> |
| 6 | Security and Central Office                             | \$121.94   | (( <del>\$123.89</del> )) <u>\$124.26</u> |
| 7 | TOTAL BASIC EDUCATION MSOC/STUDENT FTE                  | \$1,244.16 | (( <del>\$1,264.07</del> ))               |
| 8 |   |            | <u>\$1,267.80</u>                         |

9 (ii) For the 2017-18 school year and 2018-19 school year, as part  
10 of the budget development, hearing, and review process required by  
11 chapter 28A.505 RCW, each school district must disclose: (A) The  
12 amount of state funding to be received by the district under (a) and  
13 (d) of this subsection (8); (B) the amount the district proposes to  
14 spend for materials, supplies, and operating costs; (C) the  
15 difference between these two amounts; and (D) if (A) of this  
16 subsection (8)(a)(ii) exceeds (B) of this subsection (8)(a)(ii), any  
17 proposed use of this difference and how this use will improve student  
18 achievement.

19 (b) Students in approved skill center programs generate per  
20 student FTE MSOC allocations of \$1,472.01 for the 2017-18 school year  
21 and ((~~\$1,495.56~~)) \$1,499.98 for the 2018-19 school year.

22 (c) Students in approved exploratory and preparatory career and  
23 technical education programs generate per student FTE MSOC  
24 allocations of \$1,472.01 for the 2017-18 school year and  
25 ((~~\$1,495.56~~)) \$1,499.98 for the 2018-19 school year.

26 (d) Students in grades 9-12 generate per student FTE MSOC  
27 allocations in addition to the allocations provided in (a) through  
28 (c) of this subsection at the following rate:

| 29 | MSOC Component                                       | 2017-18     | 2018-19                                   |
|----|--|-------------|---|
| 30 |  | School Year | School Year                               |
| 31 | Technology   | \$37.60     | (( <del>\$38.20</del> )) <u>\$38.31</u>   |
| 32 | Curriculum and Textbooks                             | \$41.02     | (( <del>\$41.67</del> )) <u>\$41.80</u>   |
| 33 | Other Supplies and Library Materials                 | \$85.46     | (( <del>\$86.82</del> )) <u>\$87.08</u>   |
| 34 | Instructional Professional Development for Certified | \$6.83      | (( <del>\$6.95</del> )) <u>\$6.97</u>     |
| 35 | and Classified Staff                                 |             |   |
| 36 | TOTAL GRADE 9-12 BASIC EDUCATION MSOC/STUDENT FTE    | \$170.91    | (( <del>\$173.64</del> )) <u>\$174.16</u> |

1 (9) SUBSTITUTE TEACHER ALLOCATIONS

2 For the 2017-18 and 2018-19 school years, funding for substitute  
3 costs for classroom teachers is based on four (4) funded substitute  
4 days per classroom teacher unit generated under subsection (2) of  
5 this section, at a daily substitute rate of \$151.86.

6 (10) ALTERNATIVE LEARNING EXPERIENCE PROGRAM FUNDING

7 (a) Amounts provided in this section from July 1, 2017, to August  
8 31, 2017, are adjusted to reflect provisions of chapter 4, Laws of  
9 2015 3rd sp. sess., as amended (allocation of funding for students  
10 enrolled in alternative learning experiences).

11 (b) The superintendent of public instruction shall require all  
12 districts receiving general apportionment funding for alternative  
13 learning experience (ALE) programs as defined in WAC 392-121-182 to  
14 provide separate financial accounting of expenditures for the ALE  
15 programs offered in district or with a provider, including but not  
16 limited to private companies and multidistrict cooperatives, as well  
17 as accurate, monthly headcount and FTE enrollment claimed for basic  
18 education, including separate counts of resident and nonresident  
19 students.

20 (11) DROPOUT REENGAGEMENT PROGRAM

21 The superintendent shall adopt rules to require students claimed  
22 for general apportionment funding based on enrollment in dropout  
23 reengagement programs authorized under RCW 28A.175.100 through  
24 28A.175.115 to meet requirements for at least weekly minimum  
25 instructional contact, academic counseling, career counseling, or  
26 case management contact. Districts must also provide separate  
27 financial accounting of expenditures for the programs offered by the  
28 district or under contract with a provider, as well as accurate  
29 monthly headcount and full-time equivalent enrollment claimed for  
30 basic education, including separate enrollment counts of resident and  
31 nonresident students.

32 (12) ALL DAY KINDERGARTEN PROGRAMS

33 Funding in this section is sufficient to fund all day  
34 kindergarten programs in all schools in the 2017-18 school year and  
35 2018-19 school year, pursuant to RCW 28A.150.220 and 28A.150.315.

36 (13) ADDITIONAL FUNDING FOR SMALL SCHOOL DISTRICTS AND REMOTE AND  
37 NECESSARY PLANTS

1 For small school districts and remote and necessary school plants  
2 within any district which have been judged to be remote and necessary  
3 by the superintendent of public instruction, additional staff units  
4 are provided to ensure a minimum level of staffing support.  
5 Additional administrative and certificated instructional staff units  
6 provided to districts in this subsection shall be reduced by the  
7 general education staff units, excluding career and technical  
8 education and skills center enhancement units, otherwise provided in  
9 subsections (2) through (5) of this section on a per district basis.

10 (a) For districts enrolling not more than twenty-five average  
11 annual full-time equivalent students in grades K-8, and for small  
12 school plants within any school district which have been judged to be  
13 remote and necessary by the superintendent of public instruction and  
14 enroll not more than twenty-five average annual full-time equivalent  
15 students in grades K-8:

16 (i) For those enrolling no students in grades 7 and 8, 1.76  
17 certificated instructional staff units and 0.24 certificated  
18 administrative staff units for enrollment of not more than five  
19 students, plus one-twentieth of a certificated instructional staff  
20 unit for each additional student enrolled; and

21 (ii) For those enrolling students in grades 7 or 8, 1.68  
22 certificated instructional staff units and 0.32 certificated  
23 administrative staff units for enrollment of not more than five  
24 students, plus one-tenth of a certificated instructional staff unit  
25 for each additional student enrolled;

26 (b) For specified enrollments in districts enrolling more than  
27 twenty-five but not more than one hundred average annual full-time  
28 equivalent students in grades K-8, and for small school plants within  
29 any school district which enroll more than twenty-five average annual  
30 full-time equivalent students in grades K-8 and have been judged to  
31 be remote and necessary by the superintendent of public instruction:

32 (i) For enrollment of up to sixty annual average full-time  
33 equivalent students in grades K-6, 2.76 certificated instructional  
34 staff units and 0.24 certificated administrative staff units; and

35 (ii) For enrollment of up to twenty annual average full-time  
36 equivalent students in grades 7 and 8, 0.92 certificated  
37 instructional staff units and 0.08 certificated administrative staff  
38 units;

39 (c) For districts operating no more than two high schools with  
40 enrollments of less than three hundred average annual full-time

1 equivalent students, for enrollment in grades 9-12 in each such  
2 school, other than alternative schools, except as noted in this  
3 subsection:

4 (i) For remote and necessary schools enrolling students in any  
5 grades 9-12 but no more than twenty-five average annual full-time  
6 equivalent students in grades K-12, four and one-half certificated  
7 instructional staff units and one-quarter of a certificated  
8 administrative staff unit;

9 (ii) For all other small high schools under this subsection, nine  
10 certificated instructional staff units and one-half of a certificated  
11 administrative staff unit for the first sixty average annual full-  
12 time equivalent students, and additional staff units based on a ratio  
13 of 0.8732 certificated instructional staff units and 0.1268  
14 certificated administrative staff units per each additional forty-  
15 three and one-half average annual full-time equivalent students;

16 (iii) Districts receiving staff units under this subsection shall  
17 add students enrolled in a district alternative high school and any  
18 grades nine through twelve alternative learning experience programs  
19 with the small high school enrollment for calculations under this  
20 subsection;

21 (d) For each nonhigh school district having an enrollment of more  
22 than seventy annual average full-time equivalent students and less  
23 than one hundred eighty students, operating a grades K-8 program or a  
24 grades 1-8 program, an additional one-half of a certificated  
25 instructional staff unit;

26 (e) For each nonhigh school district having an enrollment of more  
27 than fifty annual average full-time equivalent students and less than  
28 one hundred eighty students, operating a grades K-6 program or a  
29 grades 1-6 program, an additional one-half of a certificated  
30 instructional staff unit;

31 (f)(i) For enrollments generating certificated staff unit  
32 allocations under (a) through (e) of this subsection, one classified  
33 staff unit for each 2.94 certificated staff units allocated under  
34 such subsections;

35 (ii) For each nonhigh school district with an enrollment of more  
36 than fifty annual average full-time equivalent students and less than  
37 one hundred eighty students, an additional one-half of a classified  
38 staff unit; and

39 (g) School districts receiving additional staff units to support  
40 small student enrollments and remote and necessary plants under this

1 subsection (~~((12))~~) (13) shall generate additional MSOC allocations  
2 consistent with the nonemployee related costs (NERC) allocation  
3 formula in place for the 2010-11 school year as provided section 502,  
4 chapter 37, Laws of 2010 1st sp. sess. (2010 supplemental budget),  
5 adjusted annually for inflation.

6 (14) Any school district board of directors may petition the  
7 superintendent of public instruction by submission of a resolution  
8 adopted in a public meeting to reduce or delay any portion of its  
9 basic education allocation for any school year. The superintendent of  
10 public instruction shall approve such reduction or delay if it does  
11 not impair the district's financial condition. Any delay shall not be  
12 for more than two school years. Any reduction or delay shall have no  
13 impact on levy authority pursuant to RCW 84.52.0531 and local effort  
14 assistance pursuant to chapter 28A.500 RCW.

15 (15) The superintendent may distribute funding for the following  
16 programs outside the basic education formula during fiscal years 2018  
17 and 2019 as follows:

18 (a) \$638,000 of the general fund—state appropriation for fiscal  
19 year 2018 and (~~(\$648,000)~~) \$650,000 of the general fund—state  
20 appropriation for fiscal year 2019 are provided solely for fire  
21 protection for school districts located in a fire protection district  
22 as now or hereafter established pursuant to chapter 52.04 RCW.

23 (b) \$436,000 of the general fund—state appropriation for fiscal  
24 year 2018 and \$436,000 of the general fund—state appropriation for  
25 fiscal year 2019 are provided solely for programs providing skills  
26 training for secondary students who are enrolled in extended day  
27 school-to-work programs, as approved by the superintendent of public  
28 instruction. The funds shall be allocated at a rate not to exceed  
29 \$500 per full-time equivalent student enrolled in those programs.

30 (16) \$225,000 of the general fund—state appropriation for fiscal  
31 year 2018 and \$229,000 of the general fund—state appropriation for  
32 fiscal year 2019 are provided solely for school district emergencies  
33 as certified by the superintendent of public instruction. Funding  
34 provided must be conditioned upon the written commitment and plan of  
35 the school district board of directors to repay the grant with any  
36 insurance payments or other judgments that may be awarded, if  
37 applicable. At the close of the fiscal year the superintendent of  
38 public instruction shall report to the office of financial management

1 and the appropriate fiscal committees of the legislature on the  
2 allocations provided to districts and the nature of the emergency.

3 (17) Funding in this section is sufficient to fund a maximum of  
4 1.6 FTE enrollment for skills center students pursuant to chapter  
5 463, Laws of 2007.

6 (18) Students participating in running start programs may be  
7 funded up to a combined maximum enrollment of 1.2 FTE including  
8 school district and institution of higher education enrollment  
9 consistent with the running start course requirements provided in  
10 chapter 202, Laws of 2015 (dual credit education opportunities). In  
11 calculating the combined 1.2 FTE, the office of the superintendent of  
12 public instruction may average the participating student's September  
13 through June enrollment to account for differences in the start and  
14 end dates for courses provided by the high school and higher  
15 education institution. Additionally, the office of the superintendent  
16 of public instruction, in consultation with the state board for  
17 community and technical colleges, the student achievement council,  
18 and the education data center, shall annually track and report to the  
19 fiscal committees of the legislature on the combined FTE experience  
20 of students participating in the running start program, including  
21 course load analyses at both the high school and community and  
22 technical college system.

23 (19) If two or more school districts consolidate and each  
24 district was receiving additional basic education formula staff units  
25 pursuant to subsection ~~((+12+))~~ (13) of this section, the following  
26 apply:

27 (a) For three school years following consolidation, the number of  
28 basic education formula staff units shall not be less than the number  
29 of basic education formula staff units received by the districts in  
30 the school year prior to the consolidation; and

31 (b) For the fourth through eighth school years following  
32 consolidation, the difference between the basic education formula  
33 staff units received by the districts for the school year prior to  
34 consolidation and the basic education formula staff units after  
35 consolidation pursuant to subsection ~~((+12+))~~ (13) of this section  
36 shall be reduced in increments of twenty percent per year.

37 (20)(a) Indirect cost charges by a school district to approved  
38 career and technical education middle and secondary programs shall  
39 not exceed ~~((5—percent))~~ the lesser of five percent or the cap  
40 established in federal law of the combined basic education and career



1 and technical education program enhancement allocations of state  
2 funds. Middle and secondary career and technical education programs  
3 are considered separate programs for funding and financial reporting  
4 purposes under this section.

5 (b) Career and technical education program full-time equivalent  
6 enrollment shall be reported on the same monthly basis as the  
7 enrollment for students eligible for basic support, and payments  
8 shall be adjusted for reported career and technical education program  
9 enrollments on the same monthly basis as those adjustments for  
10 enrollment for students eligible for basic support.

11 (21) Funding in this section is sufficient to provide full  
12 general apportionment payments to school districts eligible for  
13 federal forest revenues as provided in RCW 28A.520.020. For the  
14 2017-2019 biennium, general apportionment payments are not reduced  
15 for school districts receiving federal forest revenues.

16 **Sec. 503.** 2017 3rd sp.s. c 1 s 503 (uncodified) is amended to  
17 read as follows:

18 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—BASIC EDUCATION EMPLOYEE**  
19 **COMPENSATION**

20 (1) The following calculations determine the salaries used in the  
21 state allocations for certificated instructional, certificated  
22 administrative, and classified staff units as provided in House Bill  
23 No. 2242 (fully funding the program of basic education), RCW  
24 28A.150.260, and under section 502 of this act:

25 (a) For the 2017-18 school year, salary allocations for  
26 certificated instructional staff units are determined for each  
27 district by multiplying the district's certificated instructional  
28 total base salary shown on LEAP Document 2 by the district's average  
29 staff mix factor for certificated instructional staff in that school  
30 year, computed using LEAP document 1.

31 (b) For the 2017-18 school year, salary allocations for  
32 certificated administrative staff units and classified staff units  
33 for each district are determined based on the district's certificated  
34 administrative and classified salary allocation amounts shown on LEAP  
35 Document 2.

36 (c) For the 2018-19 school year salary allocations for  
37 certificated instructional staff, certificated administrative staff,  
38 and classified staff units are determined for each school district by  
39 multiplying the statewide minimum salary allocation for each staff

1 type by the school district's regionalization factor shown in LEAP  
2 Document 3.

3 Statewide Minimum Salary Allocation  
4 For School Year 2018-19

|    |                                   |                             |
|----|-----------------------------------|-----------------------------|
| 5  | Certificated Instructional Staff  | (( <del>\$59,333.55</del> ) |
| 6  |                                   | <u>\$65,216.05</u>          |
| 7  | Certificated Administrative Staff | (( <del>\$79,127.50</del> ) |
| 8  |                                   | <u>\$96,805.00</u>          |
| 9  | Classified Staff                  | (( <del>\$39,975.50</del> ) |
| 10 |                                   | <u>\$46,784.33</u>          |

11 (2) For the purposes of this section:

12 (a) "LEAP Document 1" means the staff mix factors for  
13 certificated instructional staff according to education and years of  
14 experience, as developed by the legislative evaluation and  
15 accountability program committee on June 22, 2017, at 1:14 hours; and

16 (b) "LEAP Document 2" means the school year salary allocations  
17 for certificated administrative staff and classified staff and  
18 derived and total base salaries for certificated instructional staff  
19 as developed by the legislative evaluation and accountability program  
20 committee on June 22, 2017, at 1:14 hours.

21 (c) "LEAP Document 3" means the school district regionalization  
22 factors for certificated instructional, certificated administrative,  
23 and classified staff, as developed by the legislative evaluation and  
24 accountability program committee on (~~June 22, 2017, at 1:14 hours~~)  
25 March 6, 2018, at 8:24 hours.

26 (3) Incremental fringe benefit factors are applied to salary  
27 adjustments at a rate of 22.85 percent for school year 2017-18 and  
28 (~~22.85~~) 23.01 percent for school year 2018-19 for certificated  
29 instructional and certificated administrative staff and 21.10 percent  
30 for school year 2017-18 and (~~21.10~~) 21.17 percent for the 2018-19  
31 school year for classified staff.

32 (4)(a) Pursuant to RCW 28A.150.410, the following state-wide  
33 salary allocation schedule for certificated instructional staff are  
34 established for basic education salary allocations for the 2017-18  
35 school year:

36 **Table Of Total Base Salaries For Certificated Instructional Staff**  
37 **For School Year 2017-18**

38 \*\*\* Education Experience \*\*\*

| 1  | Years   | MA+90  |        |        |        |        |        |        |        |        |
|----|---------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| 2  | of      | OR     |        |        |        |        |        |        |        |        |
| 3  | Service | BA     | BA+15  | BA+30  | BA+45  | BA+90  | BA+135 | MA     | MA+45  | Ph.D.  |
| 4  | 0       | 36,521 | 37,507 | 38,529 | 39,554 | 42,840 | 44,957 | 43,785 | 47,072 | 49,191 |
| 5  | 1       | 37,013 | 38,013 | 39,048 | 40,117 | 43,438 | 45,543 | 44,272 | 47,593 | 49,697 |
| 6  | 2       | 37,481 | 38,491 | 39,537 | 40,688 | 44,000 | 46,127 | 44,762 | 48,073 | 50,201 |
| 7  | 3       | 37,964 | 38,983 | 40,040 | 41,229 | 44,534 | 46,712 | 45,227 | 48,529 | 50,709 |
| 8  | 4       | 38,437 | 39,501 | 40,565 | 41,794 | 45,119 | 47,313 | 45,714 | 49,038 | 51,234 |
| 9  | 5       | 38,926 | 39,995 | 41,069 | 42,367 | 45,679 | 47,918 | 46,209 | 49,522 | 51,760 |
| 10 | 6       | 39,428 | 40,474 | 41,585 | 42,948 | 46,244 | 48,494 | 46,716 | 50,013 | 52,262 |
| 11 | 7       | 40,312 | 41,373 | 42,498 | 43,935 | 47,280 | 49,593 | 47,666 | 51,010 | 53,324 |
| 12 | 8       | 41,604 | 42,724 | 43,876 | 45,431 | 48,822 | 51,219 | 49,161 | 52,552 | 54,949 |
| 13 | 9       |        | 44,122 | 45,332 | 46,943 | 50,413 | 52,892 | 50,672 | 54,143 | 56,623 |
| 14 | 10      |        |        | 46,805 | 48,533 | 52,049 | 54,611 | 52,263 | 55,780 | 58,340 |
| 15 | 11      |        |        |        | 50,169 | 53,761 | 56,375 | 53,899 | 57,492 | 60,104 |
| 16 | 12      |        |        |        | 51,753 | 55,520 | 58,211 | 55,600 | 59,250 | 61,942 |
| 17 | 13      |        |        |        |        | 57,322 | 60,093 | 57,360 | 61,052 | 63,823 |
| 18 | 14      |        |        |        |        | 59,132 | 62,046 | 59,172 | 62,981 | 65,776 |
| 19 | 15      |        |        |        |        | 60,671 | 63,660 | 60,710 | 64,618 | 67,486 |
| 20 | 16 or   |        |        |        |        | 61,884 | 64,932 | 61,924 | 65,910 | 68,836 |
| 21 | more    |        |        |        |        |        |        |        |        |        |

22 (b) As used in this subsection, the column headings "BA+(N)"  
23 refer to the number of credits earned since receiving the  
24 baccalaureate degree.

25 (c) For credits earned after the baccalaureate degree but before  
26 the masters degree, any credits in excess of forty-five credits may  
27 be counted after the masters degree. Thus, as used in this  
28 subsection, the column headings "MA+(N)" refer to the total of:

- 29 (i) Credits earned since receiving the masters degree; and
- 30 (ii) Any credits in excess of forty-five credits that were earned  
31 after the baccalaureate degree but before the masters degree.

32 (5) For the purposes of this section:

33 (a) "BA" means a baccalaureate degree.

34 (b) "MA" means a masters degree.

35 (c) "PHD" means a doctorate degree.

1 (d) "Years of service" shall be calculated under the same rules  
2 adopted by the superintendent of public instruction.

3 (e) "Credits" means college quarter hour credits and equivalent  
4 in-service credits computed in accordance with RCW 28A.415.020 and  
5 28A.415.023.

6 (6) No more than ninety college quarter-hour credits received by  
7 any employee after the baccalaureate degree may be used to determine  
8 compensation allocations under the state salary allocation schedule  
9 and LEAP documents referenced in this part V, or any replacement  
10 schedules and documents, unless:

11 (a) The employee has a masters degree; or

12 (b) The credits were used in generating state salary allocations  
13 before January 1, 1992.

14 (7) The salary allocations established in this section are for  
15 allocation purposes only except as provided in this subsection, and  
16 do not entitle an individual staff position to a particular paid  
17 salary except as provided in RCW 28A.400.200, as amended by House  
18 Bill No. 2242 (fully funding the program of basic education).

19 (8) For school year 2018-19, the salary allocations for each  
20 district shall be the greater of:

21 (a) The derived school year 2018-19 salary allocations in  
22 subsection (1) of this section; or

23 (b) The derived salary allocations for school year 2017-18  
24 increased by 2.3 percent.

25 **Sec. 504.** 2017 3rd sp.s. c 1 s 504 (uncodified) is amended to  
26 read as follows:

27 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR SCHOOL EMPLOYEE**  
28 **COMPENSATION ADJUSTMENTS**

|    |   |                                  |
|----|---|----------------------------------|
| 29 | General Fund—State Appropriation (FY 2018). . . . . | (( <del>\$216,086,000</del> ))   |
| 30 |   | <u>\$206,149,000</u>             |
| 31 | General Fund—State Appropriation (FY 2019). . . . . | (( <del>\$1,360,536,000</del> )) |
| 32 |   | <u>\$2,029,841,000</u>           |
| 33 | <u>Dedicated McCleary Penalty Account—State</u>     |                                  |
| 34 | <u>Appropriation. . . . .</u>                       | <u>\$84,020,000</u>              |
| 35 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$1,576,622,000</del> )) |
| 36 |   | <u>\$2,320,010,000</u>           |

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

1 (1) The salary increases provided in this section are inclusive  
2 of and above the annual cost-of-living adjustments pursuant to RCW  
3 28A.400.205.

4 ~~((In addition to salary allocations specified in this~~  
5 ~~subsection (1) funding in this subsection includes one day of~~  
6 ~~professional learning for each of the funded full-time equivalent~~  
7 ~~certificated instructional staff units in school year 2018-19.~~  
8 ~~Nothing in this section entitles an individual certificated~~  
9 ~~instructional staff to any particular number of professional learning~~  
10 ~~days.~~

11 ~~(3))~~(a) The appropriations in this section include associated  
12 incremental fringe benefit allocations at 22.85 percent for the  
13 2017-18 school year and ~~((22.85))~~ 23.01 percent for the 2018-19  
14 school year for certificated instructional and certificated  
15 administrative staff and 21.10 percent for the 2017-18 school year  
16 and ~~((21.10))~~ 21.17 percent for the 2018-19 school year for  
17 classified staff.

18 (b) The appropriations in this section include the increased or  
19 decreased portion of salaries and incremental fringe benefits for all  
20 relevant state-funded school programs in part V of this act. Changes  
21 for general apportionment (basic education) are based on the salary  
22 allocations and methodology in sections 502 and 503 of this act.  
23 Changes for special education result from changes in each district's  
24 basic education allocation per student. Changes for educational  
25 service districts and institutional education programs are determined  
26 by the superintendent of public instruction using the methodology for  
27 general apportionment salaries and benefits in sections 502 and 503  
28 of this act. Changes for pupil transportation are determined by the  
29 superintendent of public instruction pursuant to RCW 28A.160.192, and  
30 impact compensation factors in sections 502, 503, and 504 of this  
31 act.

32 (c) The appropriations in this section include no salary  
33 adjustments for substitute teachers.

34 ~~((4))~~ (3) The maintenance rate for insurance benefit  
35 allocations is \$780.00 per month for the 2017-18 and 2018-19 school  
36 years. The appropriations in this section reflect the incremental  
37 change in cost of allocating rates of \$820.00 per month for the  
38 2017-18 school year and ~~((840.00))~~ \$843.97 per month for the 2018-19  
39 school year. When bargaining for health benefits funding for the  
40 school employees' benefits board during the 2017-2019 fiscal

1 biennium, any proposal agreed upon must assume the imposition of a  
2 twenty-five dollar per month surcharge payment from members who use  
3 tobacco products and a surcharge payment of not less than fifty  
4 dollars per month from members who cover a spouse or domestic partner  
5 where the spouse or domestic partner has chosen not to enroll in  
6 another employer-based group health insurance that has benefits and  
7 premiums with an actuarial value of not less than ninety-five percent  
8 of the actuarial value of the public employees' benefits board plan  
9 with the largest enrollment. The surcharge payments shall be  
10 collected in addition to the member premium payment.

11 ((+5)) (4) The rates specified in this section are subject to  
12 revision each year by the legislature.

13 (5) \$699,437,000 of the general fund—state appropriation in  
14 fiscal year 2019 and \$84,020,000 of the dedicated McCleary penalty  
15 account—state appropriation are provided solely for allocation to  
16 school districts to increase compensation related to increasing  
17 school employee salary allocations, changing the special education  
18 excess cost multiplier as provided in RCW 28A.150.390(2)(b),  
19 regionalization factors as provided in RCW 28A.150.412(2)(b), and  
20 professional learning day delay, each as amended by Engrossed Second  
21 Substitute Senate Bill No. 6362 (basic education).

22 **Sec. 505.** 2017 3rd sp.s. c 1 s 505 (uncodified) is amended to  
23 read as follows:

24 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR PUPIL TRANSPORTATION**

|    |  |           |                                  |
|----|--|-----------|----------------------------------|
| 25 | General Fund—State Appropriation (FY 2018) | . . . .   | (( <del>\$502,599,000</del> ))   |
| 26 |  |           | \$518,512,000                    |
| 27 | General Fund—State Appropriation (FY 2019) | . . . .   | (( <del>\$497,940,000</del> ))   |
| 28 |  |           | \$519,533,000                    |
| 29 | TOTAL APPROPRIATION.                       | . . . . . | (( <del>\$1,000,539,000</del> )) |
| 30 |  |           | \$1,038,045,000                  |

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  
34 funds as are necessary to complete the school year ending in the  
35 fiscal year and for prior fiscal year adjustments.

36 (2)(a) For the 2017-18 and 2018-19 school years, the  
37 superintendent shall allocate funding to school district programs for  
38 the transportation of eligible students as provided in RCW

1 28A.160.192. Funding in this section constitutes full implementation  
2 of RCW 28A.160.192, which enhancement is within the program of basic  
3 education. Students are considered eligible only if meeting the  
4 definitions provided in RCW 28A.160.160.

5 (b) From July 1, 2017, to August 31, 2017, the superintendent  
6 shall allocate funding to school districts programs for the  
7 transportation of students as provided in section 505, chapter 4,  
8 Laws of 2015 3rd sp. sess., as amended.

9 (3) Within amounts appropriated in this section, up to  
10 \$10,000,000 of the general fund—state appropriation for fiscal year  
11 2018 and up to \$10,000,000 of the general fund—state appropriation  
12 for fiscal year 2019 are for a transportation alternate funding grant  
13 program based on the alternate funding process established in RCW  
14 28A.160.191. The superintendent of public instruction must include a  
15 review of school district efficiency rating, key performance  
16 indicators and local school district characteristics such as unique  
17 geographic constraints in the grant award process.

18 (4) A maximum of \$913,000 of this fiscal year 2018 appropriation  
19 and a maximum of (~~(\$937,000)~~) \$939,000 of the fiscal year 2019  
20 appropriation may be expended for regional transportation  
21 coordinators and related activities. The transportation coordinators  
22 shall ensure that data submitted by school districts for state  
23 transportation funding shall, to the greatest extent practical,  
24 reflect the actual transportation activity of each district.

25 (5) The office of the superintendent of public instruction shall  
26 provide reimbursement funding to a school district for school bus  
27 purchases only after the superintendent of public instruction  
28 determines that the school bus was purchased from the list  
29 established pursuant to RCW 28A.160.195(2) or a comparable  
30 competitive bid process based on the lowest price quote based on  
31 similar bus categories to those used to establish the list pursuant  
32 to RCW 28A.160.195.

33 (6) The superintendent of public instruction shall base  
34 depreciation payments for school district buses on the presales tax  
35 five-year average of lowest bids in the appropriate category of bus.  
36 In the final year on the depreciation schedule, the depreciation  
37 payment shall be based on the lowest bid in the appropriate bus  
38 category for that school year.

1 (7) Funding levels in this section reflect waivers granted by the  
2 state board of education for four-day school weeks as allowed under  
3 RCW 28A.305.141.

4 (8) The office of the superintendent of public instruction shall  
5 annually disburse payments for bus depreciation in August.

6 **Sec. 506.** 2017 3rd sp.s. c 1 s 506 (uncodified) is amended to  
7 read as follows:

8 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR SCHOOL FOOD SERVICE**  
9 **PROGRAMS**

|    |  |                            |
|----|--|----------------------------|
| 10 | General Fund—State Appropriation (FY 2018) . . . . . | \$7,111,000                |
| 11 | General Fund—State Appropriation (FY 2019) . . . . . | <del>(\$7,111,000)</del>   |
| 12 |  | <u>\$8,371,000</u>         |
| 13 | General Fund—Federal Appropriation . . . . .         | \$537,178,000              |
| 14 | TOTAL APPROPRIATION. . . . .                         | <del>(\$551,400,000)</del> |
| 15 |  | <u>\$552,660,000</u>       |

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

18 (1) \$7,111,000 of the general fund—state appropriation for fiscal  
19 year 2018 and \$7,111,000 of the general fund—state appropriation for  
20 fiscal year 2019 are provided solely for state matching money for  
21 federal child nutrition programs, and may support the meals for kids  
22 program through the following allowable uses:

23 ~~((+1))~~ (a) Elimination of breakfast copays for eligible public  
24 school students and lunch copays for eligible public school students  
25 in grades kindergarten through third grade who are eligible for  
26 reduced-price lunch;

27 ~~((+2))~~ (b) Assistance to school districts and authorized public  
28 and private nonprofit organizations for supporting summer food  
29 service programs, and initiating new summer food service programs in  
30 low-income areas;

31 ~~((+3))~~ (c) Reimbursements to school districts for school  
32 breakfasts served to students eligible for free and reduced-price  
33 lunch, pursuant to chapter 287, Laws of 2005; and

34 ~~((+4))~~ (d) Assistance to school districts in initiating and  
35 expanding school breakfast programs.

36 (2) The office of the superintendent of public instruction shall  
37 report annually to the fiscal committees of the legislature on annual



1 expenditures in (~~subsections (1), (2), and (3)~~) subsection (1)(a)  
2 through (c) of this section.

3 (3) The superintendent of public instruction shall provide the  
4 department of health with the following data, where available, for  
5 all nutrition assistance programs that are funded by the United  
6 States department of agriculture and administered by the office of  
7 the superintendent of public instruction. The superintendent must  
8 provide the report for the preceding federal fiscal year by February  
9 1, 2018, and February 1, 2019. The report must provide:

10 (a) The number of people in Washington who are eligible for the  
11 program;

12 (b) The number of people in Washington who participated in the  
13 program;

14 (c) The average annual participation rate in the program;

15 (d) Participation rates by geographic distribution; and

16 (e) The annual federal funding of the program in Washington.

17 (4) \$60,000 of the general fund—state appropriation for fiscal  
18 year 2019 is provided solely for implementation of Engrossed  
19 Substitute House Bill No. 2610 (school meal payment). If the bill is  
20 not enacted by June 30, 2018, the amount provided in this subsection  
21 shall lapse.

22 (5) \$1,200,000 of the general fund—state appropriation for fiscal  
23 year 2019 are for one-time start-up allocation grants to each high-  
24 needs school implementing a breakfast after the bell program under  
25 section 3 of Second Engrossed Substitute House Bill No. 1508 (student  
26 meals and nutrition). If the bill is not enacted by June 30, 2018,  
27 the amount provided in this subsection shall lapse.

28 **Sec. 507.** 2017 3rd sp.s. c 1 s 507 (uncodified) is amended to  
29 read as follows:

30 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR SPECIAL EDUCATION**  
31 **PROGRAMS**

32 General Fund—State Appropriation (FY 2018) . . . . . (~~(\$956,055,000)~~)  
33 \$965,613,000

34 General Fund—State Appropriation (FY 2019) . . . . . (~~(\$989,284,000)~~)  
35 \$1,001,806,000

36 General Fund—Federal Appropriation . . . . . (~~(\$470,673,000)~~)  
37 \$485,054,000

38 Education Legacy Trust Account—State Appropriation . . . \$54,694,000

|   |  |                                       |
|---|--|---------------------------------------|
| 1 | <u>Dedicated McCleary Penalty Account—State</u>    |                                       |
| 2 | <u>Appropriation. . . . .</u>                      | <u>\$21,180,000</u>                   |
| 3 | <u>Pension Funding Stabilization Account—State</u> |                                       |
| 4 | <u>Appropriation. . . . .</u>                      | <u>\$20,000</u>                       |
| 5 | TOTAL APPROPRIATION. . . . .                       | <del>((<u>\$2,470,706,000</u>))</del> |
| 6 |  | <u>\$2,528,367,000</u>                |

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

9 (1)(a) Funding for special education programs is provided on an  
10 excess cost basis, pursuant to RCW 28A.150.390. School districts  
11 shall ensure that special education students as a class receive their  
12 full share of the general apportionment allocation accruing through  
13 sections 502 and 504 of this act. To the extent a school district  
14 cannot provide an appropriate education for special education  
15 students under chapter 28A.155 RCW through the general apportionment  
16 allocation, it shall provide services through the special education  
17 excess cost allocation funded in this section.

18 (b) Funding provided within this section is sufficient for  
19 districts to provide school principals and lead special education  
20 teachers annual professional development on the best-practices for  
21 special education instruction and strategies for implementation.  
22 Districts shall annually provide a summary of professional  
23 development activities to the office of the superintendent of public  
24 instruction.

25 (2)(a) The superintendent of public instruction shall ensure  
26 that:

27 (i) Special education students are basic education students  
28 first;

29 (ii) As a class, special education students are entitled to the  
30 full basic education allocation; and

31 (iii) Special education students are basic education students for  
32 the entire school day.

33 (b) The superintendent of public instruction shall continue to  
34 implement the full cost method of excess cost accounting, as designed  
35 by the committee and recommended by the superintendent, pursuant to  
36 section 501(1)(k), chapter 372, Laws of 2006.

37 (3) Each fiscal year appropriation includes such funds as are  
38 necessary to complete the school year ending in the fiscal year and  
39 for prior fiscal year adjustments.

1 (4)(a) For the 2017-18 and 2018-19 school years, the  
2 superintendent shall allocate funding to school district programs for  
3 special education students as provided in RCW 28A.150.390 as amended  
4 by Engrossed Second Substitute Senate Bill No. 6362 (basic  
5 education), except that the calculation of the base allocation also  
6 includes allocations provided under section 502 (2) and (4) of this  
7 act and RCW 28A.150.415, which enhancement is within the program of  
8 basic education.

9 (b) From July 1, 2017, to August 31, 2017, the superintendent  
10 shall allocate funding to school district programs for special  
11 education students as provided in section 507, chapter 4, Laws of  
12 2015 3rd sp. sess., as amended.

13 (5) The following applies throughout this section: The  
14 definitions for enrollment and enrollment percent are as specified in  
15 RCW 28A.150.390(3). Each district's general fund—state funded special  
16 education enrollment shall be the lesser of the district's actual  
17 enrollment percent or 13.5 percent.

18 (6) At the request of any interdistrict cooperative of at least  
19 15 districts in which all excess cost services for special education  
20 students of the districts are provided by the cooperative, the  
21 maximum enrollment percent shall be calculated in accordance with RCW  
22 28A.150.390(3) (c) and (d), and shall be calculated in the aggregate  
23 rather than individual district units. For purposes of this  
24 subsection, the average basic education allocation per full-time  
25 equivalent student shall be calculated in the aggregate rather than  
26 individual district units.

27 (7) \$31,087,000 of the general fund—state appropriation for  
28 fiscal year 2018, (~~(\$31,087,000)~~) \$35,952,000 of the general fund—  
29 state appropriation for fiscal year 2019, and (~~(\$31,024,000)~~)  
30 \$29,574,000 of the general fund—federal appropriation are provided  
31 solely for safety net awards for districts with demonstrated needs  
32 for special education funding beyond the amounts provided in  
33 subsection (4) of this section. If the federal safety net awards  
34 based on the federal eligibility threshold exceed the federal  
35 appropriation in this subsection (7) in any fiscal year, the  
36 superintendent shall expend all available federal discretionary funds  
37 necessary to meet this need. At the conclusion of each school year,  
38 the superintendent shall recover safety net funds that were

1 distributed prospectively but for which districts were not  
2 subsequently eligible.

3 (a) For the 2017-18 and 2018-19 school years, safety net funds  
4 shall be awarded by the state safety net oversight committee as  
5 provided in section 109(1) chapter 548, Laws of 2009 (ESHB 2261).

6 (b) The office of the superintendent of public instruction shall  
7 make award determinations for state safety net funding in August of  
8 each school year, except that the superintendent of public  
9 instruction shall make award determinations for state safety net  
10 funding in July of each school year for the Washington state school  
11 for the blind and for the center for childhood deafness and hearing  
12 loss. Determinations on school district eligibility for state safety  
13 net awards shall be based on analysis of actual expenditure data from  
14 the current school year.

15 (8) A maximum of \$931,000 may be expended from the general fund—  
16 state appropriations to fund 5.43 full-time equivalent teachers and  
17 2.1 full-time equivalent aides at children's orthopedic hospital and  
18 medical center. This amount is in lieu of money provided through the  
19 home and hospital allocation and the special education program.

20 (9) The superintendent shall maintain the percentage of federal  
21 flow-through to school districts at 85 percent. In addition to other  
22 purposes, school districts may use increased federal funds for high-  
23 cost students, for purchasing regional special education services  
24 from educational service districts, and for staff development  
25 activities particularly relating to inclusion issues.

26 (10) A school district may carry over from one year to the next  
27 year up to 10 percent of the general fund—state funds allocated under  
28 this program; however, carryover funds shall be expended in the  
29 special education program.

30 (11) \$256,000 of the general fund—state appropriation for fiscal  
31 year 2018 and \$256,000 of the general fund—state appropriation for  
32 fiscal year 2019 are provided solely for two additional full-time  
33 equivalent staff to support the work of the safety net committee and  
34 to provide training and support to districts applying for safety net  
35 awards.

36 (12) \$50,000 of the general fund—state appropriation for fiscal  
37 year 2018, \$50,000 of the general fund—state appropriation for fiscal  
38 year 2019, and \$100,000 of the general fund—federal appropriation are

1 provided solely for a special education family liaison position  
2 within the office of the superintendent of public instruction.

3 (13) \$21,180,000 of the dedicated McCleary penalty account—state  
4 appropriation is provided solely for allocation to school districts  
5 to increase the special education excess cost multiplier as provided  
6 in RCW 28A.150.390(2)(b), as amended by Engrossed Second Substitute  
7 Senate Bill No. 6362 (basic education).

8 **Sec. 508.** 2017 3rd sp.s. c 1 s 508 (uncodified) is amended to  
9 read as follows:

10 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR EDUCATIONAL SERVICE**  
11 **DISTRICTS**

|    |  |           |                               |
|----|--|-----------|-------------------------------|
| 12 | General Fund—State Appropriation (FY 2018) | . . . . . | (( <del>\$8,534,000</del> ))  |
| 13 |  |           | <u>\$8,549,000</u>            |
| 14 | General Fund—State Appropriation (FY 2019) | . . . . . | (( <del>\$8,558,000</del> ))  |
| 15 |  |           | <u>\$9,468,000</u>            |
| 16 | TOTAL APPROPRIATION.                       | . . . . . | (( <del>\$17,092,000</del> )) |
| 17 |  |           | <u>\$18,017,000</u>           |

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

20 (1) The educational service districts shall continue to furnish  
21 financial services required by the superintendent of public  
22 instruction and RCW 28A.310.190 (3) and (4).

23 (2) Funding within this section is provided for regional  
24 professional development related to mathematics and science  
25 curriculum and instructional strategies aligned with common core  
26 state standards and next generation science standards. Funding shall  
27 be distributed among the educational service districts in the same  
28 proportion as distributions in the 2007-2009 biennium. Each  
29 educational service district shall use this funding solely for salary  
30 and benefits for a certificated instructional staff with expertise in  
31 the appropriate subject matter and in professional development  
32 delivery, and for travel, materials, and other expenditures related  
33 to providing regional professional development support.

34 (3) The educational service districts, at the request of the  
35 state board of education pursuant to RCW 28A.310.010 and 28A.305.130,  
36 may receive and screen applications for school accreditation, conduct  
37 school accreditation site visits pursuant to state board of education  
38 rules, and submit to the state board of education post-site visit

1 recommendations for school accreditation. The educational service  
2 districts may assess a cooperative service fee to recover actual plus  
3 reasonable indirect costs for the purposes of this subsection.

4 **Sec. 509.** 2017 3rd sp.s. c 1 s 509 (uncodified) is amended to  
5 read as follows:

6 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR LOCAL EFFORT**  
7 **ASSISTANCE**

|    |  |           |                                |
|----|--|-----------|--------------------------------|
| 8  | General Fund—State Appropriation (FY 2018) | . . . . . | (( <del>\$449,808,000</del> )) |
| 9  |  |           | <u>\$451,423,000</u>           |
| 10 | General Fund—State Appropriation (FY 2019) | . . . . . | (( <del>\$454,876,000</del> )) |
| 11 |  |           | <u>\$425,973,000</u>           |
| 12 | TOTAL APPROPRIATION.                       | . . . . . | (( <del>\$904,684,000</del> )) |
| 13 |  |           | <u>\$877,396,000</u>           |

14 The appropriations in this section are subject to the following  
15 conditions and limitations: For purposes of RCW 84.52.0531, the  
16 increase per full-time equivalent student is 5.85 percent from the  
17 2016-17 school year to the 2017-18 school year.

18 **Sec. 510.** 2017 3rd sp.s. c 1 s 510 (uncodified) is amended to  
19 read as follows:

20 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR INSTITUTIONAL**  
21 **EDUCATION PROGRAMS**

|    |  |           |                               |
|----|--|-----------|-------------------------------|
| 22 | General Fund—State Appropriation (FY 2018) | . . . . . | (( <del>\$13,565,000</del> )) |
| 23 |  |           | <u>\$13,895,000</u>           |
| 24 | General Fund—State Appropriation (FY 2019) | . . . . . | (( <del>\$13,689,000</del> )) |
| 25 |  |           | <u>\$14,096,000</u>           |
| 26 | TOTAL APPROPRIATION.                       | . . . . . | (( <del>\$27,254,000</del> )) |
| 27 |  |           | <u>\$27,991,000</u>           |

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

30 (1) Each general fund—state fiscal year appropriation includes  
31 such funds as are necessary to complete the school year ending in the  
32 fiscal year and for prior fiscal year adjustments.

33 (2) State funding provided under this section is based on  
34 salaries and other expenditures for a 220-day school year. The  
35 superintendent of public instruction shall monitor school district  
36 expenditure plans for institutional education programs to ensure that  
37 districts plan for a full-time summer program.

1 (3) State funding for each institutional education program shall  
2 be based on the institution's annual average full-time equivalent  
3 student enrollment. Staffing ratios for each category of institution  
4 shall remain the same as those funded in the 1995-97 biennium.

5 (4) The funded staffing ratios for education programs for  
6 juveniles age 18 or less in department of corrections facilities  
7 shall be the same as those provided in the 1997-99 biennium.

8 (5) \$701,000 of the general fund—state appropriation for fiscal  
9 year 2018 and \$701,000 of the general fund—state appropriation for  
10 fiscal year 2019 are provided solely to maintain at least one  
11 certificated instructional staff and related support services at an  
12 institution whenever the K-12 enrollment is not sufficient to support  
13 one full-time equivalent certificated instructional staff to furnish  
14 the educational program. The following types of institutions are  
15 included: Residential programs under the department of social and  
16 health services for developmentally disabled juveniles, programs for  
17 juveniles under the department of corrections, programs for juveniles  
18 under the juvenile rehabilitation administration, and programs for  
19 juveniles operated by city and county jails.

20 (6) Ten percent of the funds allocated for each institution may  
21 be carried over from one year to the next.

22 **Sec. 511.** 2017 3rd sp.s. c 1 s 511 (uncodified) is amended to  
23 read as follows:

24 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR PROGRAMS FOR HIGHLY**  
25 **CAPABLE STUDENTS**

|    |  |           |                               |
|----|--|-----------|-------------------------------|
| 26 | General Fund—State Appropriation (FY 2018) | . . . . . | (( <del>\$21,265,000</del> )) |
| 27 |  |           | <u>\$21,447,000</u>           |
| 28 | General Fund—State Appropriation (FY 2019) | . . . . . | (( <del>\$24,306,000</del> )) |
| 29 |  |           | <u>\$24,226,000</u>           |
| 30 | TOTAL APPROPRIATION.                       | . . . . . | (( <del>\$45,571,000</del> )) |
| 31 |  |           | <u>\$45,673,000</u>           |

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

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

37 (2) For the 2017-18 and 2018-19 school years, the superintendent  
38 shall allocate funding to school district programs for highly capable

1 students as provided in RCW 28A.150.260(10)(c) except that  
2 allocations must be based on 5.0 percent of each school district's  
3 full-time equivalent enrollment. In calculating the allocations, the  
4 superintendent shall assume the following: (i) Additional instruction  
5 of 2.1590 hours per week per funded highly capable program student;  
6 (ii) fifteen highly capable program students per teacher; (iii) 36  
7 instructional weeks per year; (iv) 900 instructional hours per  
8 teacher; and (v) the compensation rates as provided in sections 503  
9 and 504 of this act.

10 (b) From July 1, 2017, to August 31, 2017, the superintendent  
11 shall allocate funding to school districts programs for highly  
12 capable students as provided in section 511, chapter 4, Laws of 2015  
13 3rd sp. sess., as amended.

14 (3) \$85,000 of the general fund—state appropriation for fiscal  
15 year 2018 and \$85,000 of the general fund—state appropriation for  
16 fiscal year 2019 are provided solely for the centrum program at Fort  
17 Worden state park.

18 **Sec. 512.** 2017 3rd sp.s. c 1 s 512 (uncodified) is amended to  
19 read as follows:

20 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR MISCELLANEOUS—EVERY**  
21 **STUDENT SUCCEEDS ACT**

|   |                              |
|---|------------------------------|
| 22 General Fund—Federal Appropriation . . . . . | (( <del>\$4,802,000</del> )) |
| 23  | <u>\$5,802,000</u>           |

24 **Sec. 513.** 2017 3rd sp.s. c 1 s 513 (uncodified) is amended to  
25 read as follows:

26 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—EDUCATION REFORM**  
27 **PROGRAMS**

|   |                                |
|---|--------------------------------|
| 28 General Fund—State Appropriation (FY 2018) . . . . .         | (( <del>\$134,741,000</del> )) |
| 29  | <u>\$134,384,000</u>           |
| 30 General Fund—State Appropriation (FY 2019) . . . . .         | (( <del>\$155,464,000</del> )) |
| 31  | <u>\$154,111,000</u>           |
| 32 General Fund—Federal Appropriation . . . . .                 | (( <del>\$93,320,000</del> ))  |
| 33  | <u>\$94,811,000</u>            |
| 34 General Fund—Private/Local Appropriation . . . . .           | (( <del>\$1,451,000</del> ))   |
| 35  | <u>\$1,450,000</u>             |
| 36 Education Legacy Trust Account—State Appropriation . . . . . | (( <del>\$1,619,000</del> ))   |
| 37  | <u>\$1,618,000</u>             |



1 Pension Funding Stabilization Account—State

|   |                               |                                    |
|---|-------------------------------|------------------------------------|
| 2 | <u>Appropriation. . . . .</u> | <u>\$765,000</u>                   |
| 3 | TOTAL APPROPRIATION. . . . .  | <u>((<del>\$386,595,000</del>)</u> |
| 4 |                               | <u>\$387,139,000</u>               |

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

7 (1)(a) \$30,421,000 of the general fund—state appropriation for  
8 fiscal year 2018, \$26,975,000 of the general fund—state appropriation  
9 for fiscal year 2019, \$1,350,000 of the education legacy trust  
10 account—state appropriation, and \$15,868,000 of the general fund—  
11 federal appropriation are provided solely for development and  
12 implementation of the Washington state assessment system.

13 (b)(i) The office of the superintendent of public instruction  
14 issued a final fiscal note on July 13, 2017, detailing an estimated  
15 savings of \$12.7 million in the 2017-2019 biennium and \$15.2 million  
16 in the 2019-2021 biennium from the passage of Engrossed Substitute  
17 House Bill No. 2224.

18 (ii) By November 1, 2018, the superintendent must review the  
19 fiscal note and report to the legislature on which actions detailed  
20 in the fiscal note were taken by the superintendent to achieve the  
21 savings estimated and the actual savings achieved. For those actions  
22 provided in the fiscal note that were not taken and for which no  
23 savings were achieved, the superintendent must explain why those  
24 actions were not taken.

25 (iii) By November 1, 2018, the superintendent must submit a  
26 detailed plan on how the superintendent will achieve all of the  
27 savings estimated in the fiscal note for the 2019-2021 biennium.

28 (2) \$356,000 of the general fund—state appropriation for fiscal  
29 year 2018 and \$356,000 of the general fund—state appropriation for  
30 fiscal year 2019 are provided solely for the Washington state  
31 leadership and assistance for science education reform (LASER)  
32 regional partnership activities (~~coordinated at the Pacific science~~  
33 ~~center~~)), including instructional material purchases, teacher and  
34 principal professional development, and school and community  
35 engagement events.

36 (3) \$3,935,000 of the general fund—state appropriation for fiscal  
37 year 2018 and \$3,935,000 of the general fund—state appropriation for  
38 fiscal year 2019 are provided solely for implementation of a new  
39 performance-based evaluation for certificated educators and other

1 activities as provided in chapter 235, Laws of 2010 (education  
2 reform) and chapter 35, Laws of 2012 (certificated employee  
3 evaluations).

4 (4) (~~(\$62,672,000)~~) \$62,674,000 of the general fund—state  
5 appropriation for fiscal year 2018 and (~~(\$82,665,000)~~) \$82,778,000 of  
6 the general fund—state appropriation for fiscal year 2019 are  
7 provided solely for the following bonuses for teachers who hold  
8 valid, unexpired certification from the national board for  
9 professional teaching standards and who are teaching in a Washington  
10 public school, subject to the following conditions and limitations:

11 (a) For national board certified teachers, a bonus of \$5,296 per  
12 teacher in the 2017-18 school year and a bonus of (~~(\$5,381)~~) \$5,397  
13 per teacher in the 2018-19 school year;

14 (b) An additional \$5,000 annual bonus shall be paid to national  
15 board certified teachers who teach in either: (A) High schools where  
16 at least 50 percent of student headcount enrollment is eligible for  
17 federal free or reduced-price lunch, (B) middle schools where at  
18 least 60 percent of student headcount enrollment is eligible for  
19 federal free or reduced-price lunch, or (C) elementary schools where  
20 at least 70 percent of student headcount enrollment is eligible for  
21 federal free or reduced-price lunch;

22 (c) The superintendent of public instruction shall adopt rules to  
23 ensure that national board certified teachers meet the qualifications  
24 for bonuses under (b) of this subsection for less than one full  
25 school year receive bonuses in a prorated manner. All bonuses in this  
26 subsection will be paid in July of each school year. Bonuses in this  
27 subsection shall be reduced by a factor of 40 percent for first year  
28 NBPTS certified teachers, to reflect the portion of the instructional  
29 school year they are certified; and

30 (d) During the 2017-18 and 2018-19 school years, and within  
31 available funds, certificated instructional staff who have met the  
32 eligibility requirements and have applied for certification from the  
33 national board for professional teaching standards may receive a  
34 conditional loan of two thousand dollars or the amount set by the  
35 office of the superintendent of public instruction to contribute  
36 toward the current assessment fee, not including the initial up-front  
37 candidacy payment. The fee shall be an advance on the first annual  
38 bonus under RCW 28A.405.415. The conditional loan is provided in  
39 addition to compensation received under a district's salary  
40 allocation and shall not be included in calculations of a district's

1 average salary and associated salary limitation under RCW  
2 28A.400.200. Recipients who fail to receive certification after three  
3 years are required to repay the conditional loan. The office of the  
4 superintendent of public instruction shall adopt rules to define the  
5 terms for initial grant of the assessment fee and repayment,  
6 including applicable fees. To the extent necessary, the  
7 superintendent may use revenues from the repayment of conditional  
8 loan scholarships to ensure payment of all national board bonus  
9 payments required by this section in each school year.

10 (5) \$477,000 of the general fund—state appropriation for fiscal  
11 year 2018 and \$477,000 of the general fund—state appropriation for  
12 fiscal year 2019 are provided solely for the leadership internship  
13 program for superintendents, principals, and program administrators.

14 (6) \$950,000 of the general fund—state appropriation for fiscal  
15 year 2018 and \$950,000 of the general fund—state appropriation for  
16 fiscal year 2019 are provided solely for the Washington reading  
17 corps. The superintendent shall allocate reading corps members to  
18 schools identified for comprehensive or targeted support and school  
19 districts that are implementing comprehensive, proven, research-based  
20 reading programs. Two or more schools may combine their Washington  
21 reading corps programs.

22 (7) \$810,000 of the general fund—state appropriation for fiscal  
23 year 2018 and \$810,000 of the general fund—state appropriation for  
24 fiscal year 2019 are provided solely for the development of a  
25 leadership academy for school principals and administrators. The  
26 superintendent of public instruction shall contract with an  
27 independent organization to operate a state-of-the-art education  
28 leadership academy that will be accessible throughout the state.  
29 Semiannually the independent organization shall report on amounts  
30 committed by foundations and others to support the development and  
31 implementation of this program. Leadership academy partners shall  
32 include the state level organizations for school administrators and  
33 principals, the superintendent of public instruction, the  
34 professional educator standards board, and others as the independent  
35 organization shall identify.

36 (8) \$3,000,000 of the general fund—state appropriation for fiscal  
37 year 2018 and \$3,000,000 of the general fund—state appropriation for  
38 fiscal year 2019 are provided solely for a statewide information  
39 technology (IT) academy program. This public-private partnership will

1 provide educational software, as well as IT certification and  
2 software training opportunities for students and staff in public  
3 schools.

4 (9) \$1,802,000 of the general fund—state appropriation for fiscal  
5 year 2018 and \$1,802,000 of the general fund—state appropriation for  
6 fiscal year 2019 are provided solely for secondary career and  
7 technical education grants pursuant to chapter 170, Laws of 2008,  
8 including parts of programs receiving grants that serve students in  
9 grades four through six. If equally matched by private donations,  
10 \$825,000 of the 2018 appropriation and \$825,000 of the 2019  
11 appropriation shall be used to support FIRST robotics programs in  
12 grades four through twelve. Of the amounts in this subsection,  
13 \$100,000 of the fiscal year 2018 appropriation and \$100,000 of the  
14 fiscal year 2019 appropriation are provided solely for the purpose of  
15 statewide supervision activities for career and technical education  
16 student leadership organizations.

17 (10) \$125,000 of the general fund—state appropriation for fiscal  
18 year 2018 and \$125,000 of the general fund—state appropriation for  
19 fiscal year 2019 are provided solely for (a) staff at the office of  
20 the superintendent of public instruction to coordinate and promote  
21 efforts to develop integrated math, science, technology, and  
22 engineering programs in schools and districts across the state; and  
23 (b) grants of \$2,500 to provide twenty middle and high school  
24 teachers each year with professional development training for  
25 implementing integrated math, science, technology, and engineering  
26 programs in their schools.

27 (11) \$135,000 of the general fund—state appropriation for fiscal  
28 year 2018 and \$135,000 of the general fund—state appropriation for  
29 fiscal year 2019 are provided solely for science, technology,  
30 engineering and mathematics lighthouse projects, consistent with  
31 chapter 238, Laws of 2010.

32 (12) \$10,500,000 of the general fund—state appropriation for  
33 fiscal year 2018 and \$10,500,000 of the general fund—state  
34 appropriation for fiscal year 2019 are provided solely for a  
35 beginning educator support program. The program shall prioritize  
36 first year teachers in the mentoring program. School districts and/or  
37 regional consortia may apply for grant funding. The program provided  
38 by a district and/or regional consortia shall include: A paid  
39 orientation; assignment of a qualified mentor; development of a

1 professional growth plan for each beginning teacher aligned with  
2 professional certification; release time for mentors and new teachers  
3 to work together; and teacher observation time with accomplished  
4 peers. Funding may be used to provide statewide professional  
5 development opportunities for mentors and beginning educators.

6 (13) \$250,000 of the general fund—state appropriation for fiscal  
7 year 2018 and \$250,000 of the general fund—state appropriation for  
8 fiscal year 2019 are provided solely for advanced project lead the  
9 way courses at ten high schools. To be eligible for funding in 2018,  
10 a high school must have offered a foundational project lead the way  
11 course during the 2016-17 school year. The 2018 funding must be used  
12 for one-time start-up course costs for an advanced project lead the  
13 way course, to be offered to students beginning in the 2017-18 school  
14 year. To be eligible for funding in 2019, a high school must have  
15 offered a foundational project lead the way course during the 2017-18  
16 school year. The 2018 funding must be used for one-time start-up  
17 course costs for an advanced project lead the way course, to be  
18 offered to students beginning in the 2018-19 school year. The office  
19 of the superintendent of public instruction and the education  
20 research and data center at the office of financial management shall  
21 track student participation and long-term outcome data.

22 (14) \$9,352,000 of the general fund—state appropriation for  
23 fiscal year 2018 and \$14,352,000 of the general fund—state  
24 appropriation for fiscal year 2019 are provided solely for  
25 implementation of chapter 159, Laws of 2013. By January 15, 2018, the  
26 superintendent of public instruction shall submit a plan to the  
27 fiscal committees of the legislature outlining the additional school  
28 accountability supports that will be implemented as a result of the  
29 increased appropriation provided in fiscal year 2019. Of the amount  
30 provided in this subsection, \$5,000,000 of the general fund—state  
31 appropriation for fiscal year 2019 is provided solely for expenditure  
32 contingent upon legislative approval of the superintendent's plan for  
33 additional school accountability supports, and the superintendent may  
34 not spend that amount until approval is received.

35 (15) \$450,000 of the general fund—state appropriation for fiscal  
36 year 2018 and \$450,000 of the general fund—state appropriation for  
37 fiscal year 2019 are provided solely for annual start-up, expansion,  
38 or maintenance of existing programs in aerospace and advanced  
39 manufacturing programs. To be eligible for funding, the skills center

1 and high schools must agree to engage in developing local business  
2 and industry partnerships for oversight and input regarding program  
3 components. Program instructors must also agree to participate in  
4 professional development leading to student employment, or  
5 certification in aerospace or advanced manufacturing industries as  
6 determined by the superintendent of public instruction. The office of  
7 the superintendent of public instruction and the education research  
8 and data center shall report annually student participation and long-  
9 term outcome data.

10 (16) \$5,000,000 of the general fund—state appropriation for  
11 fiscal year 2018 and \$4,000,000 of the general fund—state  
12 appropriation for fiscal year 2019 are provided solely for the  
13 provision of training for teachers, principals, and principal  
14 evaluators in the performance-based teacher principal evaluation  
15 program.

16 (17) (~~(\$100,000)~~) \$125,000 of the general fund—state  
17 appropriation for fiscal year 2018 and (~~(\$100,000)~~) \$125,000 of the  
18 general fund—state appropriation for fiscal year 2019 are provided  
19 solely to promote the financial literacy of students. The effort will  
20 be coordinated through the financial literacy public-private  
21 partnership.

22 (18) \$2,194,000 of the general fund—state appropriation for  
23 fiscal year 2018 and (~~(\$2,194,000)~~) \$909,000 of the general fund—  
24 state appropriation for fiscal year 2019 are provided solely to  
25 implement chapter 18, Laws of 2013 2nd sp. sess. (Engrossed  
26 Substitute Senate Bill No. 5946) (strengthening student educational  
27 outcomes).

28 (19) \$36,000 of the general fund—state appropriation for fiscal  
29 year 2018 and \$36,000 of the general fund—state appropriation for  
30 fiscal year 2019 are provided solely for chapter 212, Laws of 2014  
31 (Substitute Senate Bill No. 6074) (homeless student educational  
32 outcomes).

33 (20) \$80,000 of the general fund—state appropriation for fiscal  
34 year 2018 and \$40,000 of the general fund—state appropriation for  
35 fiscal year 2019 are provided solely for chapter 219, Laws of 2014  
36 (Second Substitute Senate Bill No. 6163) (expanded learning).

37 (21) \$10,000 of the general fund—state appropriation for fiscal  
38 year 2018 and \$10,000 of the general fund—state appropriation for

1 fiscal year 2019 are provided solely for chapter 102, Laws of 2014  
2 (Senate Bill No. 6424) (biliteracy seal).

3 (22) \$500,000 of the general fund—state appropriation for fiscal  
4 year 2018 and \$500,000 of the general fund—state appropriation for  
5 fiscal year 2019 are provided solely for the office of the  
6 superintendent of public instruction to contract with a nonprofit  
7 organization to integrate the state learning standards in English  
8 language arts, mathematics, and science with FieldSTEM outdoor field  
9 studies and project-based and work-based learning opportunities  
10 aligned with the environmental, natural resource, and agricultural  
11 sectors.

12 (23) Within the amounts provided in this section, the  
13 superintendent of public instruction shall obtain an existing student  
14 assessment inventory tool that is free and openly licensed and  
15 distribute the tool to every school district. Each school district  
16 shall use the student assessment inventory tool to identify all  
17 state-level and district-level assessments that are required of  
18 students. The state-required assessments should include: Reading  
19 proficiency assessments used for compliance with RCW 28A.320.202; the  
20 required statewide assessments under chapter 28A.655 RCW in grades  
21 three through eight and at the high school level in English language  
22 arts, mathematics, and science, as well as the practice and training  
23 tests used to prepare for them; and the high school end-of-course  
24 exams in mathematics under RCW 28A.655.066. District-required  
25 assessments should include: The second grade reading assessment used  
26 to comply with RCW 28A.300.320; interim smarter balanced assessments,  
27 if required; the measures of academic progress assessment, if  
28 required; and other required interim, benchmark, or summative  
29 standardized assessments, including assessments used in social  
30 studies, the arts, health, and physical education in accordance with  
31 RCW 28A.230.095, and for educational technology in accordance with  
32 RCW 28A.655.075. The assessments identified should not include  
33 assessments used to determine eligibility for any categorical program  
34 including the transitional bilingual instruction program, learning  
35 assistance program, highly capable program, special education  
36 program, or any formative or diagnostic assessments used solely to  
37 inform teacher instructional practices, other than those already  
38 identified. By October 15th of each year, each district shall report  
39 to the superintendent the amount of student time in the previous  
40 school year that is spent taking each assessment identified. By

1 December 15th of each even numbered calendar year, the superintendent  
2 shall summarize the information reported by the school districts and  
3 report to the education committees of the house of representatives  
4 and the senate.

5 (24) \$125,000 of the general fund—state appropriation for fiscal  
6 year 2018 and \$125,000 of the general fund—state appropriation for  
7 fiscal year 2019 are provided solely for contracts with nonprofit  
8 organizations that provide direct services to children exclusively  
9 through one-to-one volunteer mentoring. The mentor, student, and  
10 parent must each receive monthly coaching from professional staff in  
11 the first year and coaching every two months in subsequent years.

12 (25) \$200,000 of the general fund—state appropriation for fiscal  
13 year 2019 is provided solely for grants to implement a program that  
14 provides hands-on education in financial literacy, work readiness,  
15 and entrepreneurship.

16 (26) Sufficient amounts are appropriated in this section for the  
17 office of the superintendent of public instruction to create a  
18 process and provide assistance to school districts in planning for  
19 future implementation of the summer knowledge improvement program  
20 grants.

21 **Sec. 514.** 2017 3rd sp.s. c 1 s 514 (uncodified) is amended to  
22 read as follows:

23 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR TRANSITIONAL**  
24 **BILINGUAL PROGRAMS**

|    |   |           |                                |
|----|---|-----------|--------------------------------|
| 25 | General Fund—State Appropriation (FY 2018)                        | . . . . . | (( <del>\$147,948,000</del> )) |
| 26 |   |           | \$151,517,000                  |
| 27 | General Fund—State Appropriation (FY 2019)                        | . . . . . | (( <del>\$157,744,000</del> )) |
| 28 |   |           | \$158,812,000                  |
| 29 | General Fund—Federal Appropriation                                | . . . . . | (( <del>\$92,244,000</del> ))  |
| 30 |   |           | \$97,244,000                   |
| 31 | <u>Pension Funding Stabilization Account—State Appropriation.</u> | . . .     | \$4,000                        |
| 32 | TOTAL APPROPRIATION.  | . . . . . | (( <del>\$397,936,000</del> )) |
| 33 |   |           | \$407,577,000                  |

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

36 (1) Each general fund fiscal year appropriation includes such  
37 funds as are necessary to complete the school year ending in the  
38 fiscal year and for prior fiscal year adjustments.



1           (2)(a) For the 2017-18 and 2018-19 school years, the  
2 superintendent shall allocate funding to school districts for  
3 transitional bilingual programs under RCW 28A.180.010 through  
4 28A.180.080, including programs for exited students, as provided in  
5 RCW 28A.150.260(10)(b) and the provisions of this section. In  
6 calculating the allocations, the superintendent shall assume the  
7 following averages: (i) Additional instruction of 4.7780 hours per  
8 week per transitional bilingual program student in grades  
9 kindergarten through six and 6.7780 hours per week per transitional  
10 bilingual program student in grades seven through twelve in school  
11 years 2017-18 and 2018-19; (ii) additional instruction of 3.0000  
12 hours per week in school years 2017-18 and 2018-19 for the head count  
13 number of students who have exited the transitional bilingual  
14 instruction program within the previous two years based on their  
15 performance on the English proficiency assessment; (iii) fifteen  
16 transitional bilingual program students per teacher; (iv) 36  
17 instructional weeks per year; (v) 900 instructional hours per  
18 teacher; and (vi) the compensation rates as provided in sections 503  
19 and 504 of this act. Pursuant to RCW 28A.180.040(1)(g), the  
20 instructional hours specified in (a)(ii) of this subsection (2) are  
21 within the program of basic education.

22           (b) From July 1, 2017, to August 31, 2017, the superintendent  
23 shall allocate funding to school districts for transitional bilingual  
24 instruction programs as provided in section 514, chapter 4, Laws of  
25 2015, 3rd sp. sess., as amended.

26           (3) The superintendent may withhold allocations to school  
27 districts in subsection (2) of this section solely for the central  
28 provision of assessments as provided in RCW 28A.180.090 (1) and (2)  
29 up to the following amounts: (~~(2.55)~~) 2.50 percent for school year  
30 2017-18 and 2.57 percent for school year 2018-19.

31           (4) The general fund—federal appropriation in this section is for  
32 migrant education under Title I Part C and English language  
33 acquisition, and language enhancement grants under Title III of the  
34 elementary and secondary education act.

35           (5) \$35,000 of the general fund—state appropriation for fiscal  
36 year 2018 and \$35,000 of the general fund—state appropriation for  
37 fiscal year 2019 are provided solely to track current and former  
38 transitional bilingual program students.

1 (6) \$495,000 of the general fund—state appropriation in fiscal  
2 year 2018 and \$198,000 of the general fund—state appropriation in  
3 fiscal year 2019 are provided solely for the central provision of  
4 assessments as provided in RCW 28A.180.090, and is in addition to the  
5 withholding amounts specified in subsection (3) of this section.

6 **Sec. 515.** 2017 3rd sp.s. c 1 s 515 (uncodified) is amended to  
7 read as follows:

8 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR THE LEARNING**  
9 **ASSISTANCE PROGRAM**

|    |  |           |                                  |
|----|--|-----------|----------------------------------|
| 10 | General Fund—State Appropriation (FY 2018) | . . . .   | (( <del>\$326,233,000</del> ))   |
| 11 |  |           | <u>\$323,386,000</u>             |
| 12 | General Fund—State Appropriation (FY 2019) | . . . .   | (( <del>\$355,633,000</del> ))   |
| 13 |  |           | <u>\$348,202,000</u>             |
| 14 | General Fund—Federal Appropriation         | . . . . . | (( <del>\$505,487,000</del> ))   |
| 15 |  |           | <u>\$519,487,000</u>             |
| 16 | TOTAL APPROPRIATION.                       | . . . . . | (( <del>\$1,187,353,000</del> )) |
| 17 |  |           | <u>\$1,191,075,000</u>           |

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

20 (1) The general fund—state appropriations in this section are  
21 subject to the following conditions and limitations:

22 (a) The appropriations include such funds as are necessary to  
23 complete the school year ending in the fiscal year and for prior  
24 fiscal year adjustments.

25 (b)(i) For the 2017-18 and 2018-19 school years, the  
26 superintendent shall allocate funding to school districts for  
27 learning assistance programs as provided in RCW 28A.150.260(10)(a),  
28 except that the allocation for the additional instructional hours  
29 shall be enhanced as provided in this section, which enhancements are  
30 within the program of the basic education. In calculating the  
31 allocations, the superintendent shall assume the following averages:

- 32 (A) Additional instruction of 2.3975 hours per week per funded
- 33 learning assistance program student for the 2017-18 and 2018-19
- 34 school years; (B) additional instruction of 1.1 hours per week per
- 35 funded learning assistance program student for the 2017-18 and
- 36 2018-19 school years in qualifying high-poverty school building; (C)
- 37 fifteen learning assistance program students per teacher; (D) 36
- 38 instructional weeks per year; (E) 900 instructional hours per

1 teacher; and (F) the compensation rates as provided in sections 503  
2 and 504 of this act.

3 (ii) From July 1, 2017, to August 31, 2017, the superintendent  
4 shall allocate funding to school districts for learning assistance  
5 programs as provided in section 515, chapter 4, Laws of 2015, 3rd sp.  
6 sess., as amended.

7 (c) A school district's funded students for the learning  
8 assistance program shall be the sum of the district's full-time  
9 equivalent enrollment in grades K-12 for the prior school year  
10 multiplied by the district's percentage of October headcount  
11 enrollment in grades K-12 eligible for free or reduced-price lunch in  
12 the prior school year. The prior school year's October headcount  
13 enrollment for free and reduced-price lunch shall be as reported in  
14 the comprehensive education data and research system.

15 (2) Allocations made pursuant to subsection (1) of this section  
16 shall be adjusted to reflect ineligible applications identified  
17 through the annual income verification process required by the  
18 national school lunch program, as recommended in the report of the  
19 state auditor on the learning assistance program dated February,  
20 2010.

21 (3) The general fund—federal appropriation in this section is  
22 provided for Title I Part A allocations of the every student succeeds  
23 act of 2016.

24 (4) A school district may carry over from one year to the next up  
25 to 10 percent of the general fund—state funds allocated under this  
26 program; however, carryover funds shall be expended for the learning  
27 assistance program.

28 (5) Within existing resources, during the 2017-18 and 2018-19  
29 school years, school districts are authorized to use funds allocated  
30 for the learning assistance program to also provide assistance to  
31 high school students who have not passed the state assessment in  
32 science.

33 **Sec. 516.** 2017 3rd sp.s. c 1 s 516 (uncodified) is amended to  
34 read as follows:

35 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION—PER PUPIL ALLOCATIONS**

36 Statewide Average Allocations  
37 Per Annual Average Full-Time Equivalent Student

| 1 | Basic Education Program              | 2017-18                                   | 2018-19                                   |
|---|--------------------------------------|---|---|
| 2 |                                      | School Year                               | School Year                               |
| 3 | General Apportionment                | (( <del>\$7,038</del> )) <u>\$7,063</u>   | (( <del>\$8,037</del> )) <u>\$8,736</u>   |
| 4 | Pupil Transportation                 | (( <del>\$422</del> )) <u>\$429</u>       | (( <del>\$485</del> )) <u>\$531</u>       |
| 5 | Special Education Programs           | (( <del>\$6,920</del> )) <u>\$6,897</u>   | (( <del>\$7,875</del> )) <u>\$8,749</u>   |
| 6 | Institutional Education Programs     | (( <del>\$13,476</del> )) <u>\$14,401</u> | (( <del>\$15,369</del> )) <u>\$17,811</u> |
| 7 | Programs for Highly Capable Students | (( <del>\$455</del> )) <u>\$457</u>       | (( <del>\$525</del> )) <u>\$569</u>       |
| 8 | Transitional Bilingual Programs      | (( <del>\$1,024</del> )) <u>\$1,031</u>   | (( <del>\$1,163</del> )) <u>\$1,250</u>   |
| 9 | Learning Assistance Program          | (( <del>\$735</del> )) <u>\$738</u>       | (( <del>\$849</del> )) <u>\$920</u>       |

10       **Sec. 517.** 2017 3rd sp.s. c 1 s 518 (uncodified) is amended to  
11 read as follows:

12 **FOR THE SUPERINTENDENT OF PUBLIC INSTRUCTION**

13       (1) Amounts distributed to districts by the superintendent  
14 through part V of this act are for allocations purposes only, unless  
15 specified by part V of this act, and do not entitle a particular  
16 district, district employee, or student to a specific service, beyond  
17 what has been expressly provided in statute. Part V of this act  
18 restates the requirements of various sections of Title 28A RCW. If  
19 any conflict exists, the provisions of Title 28A RCW control unless  
20 this act explicitly states that it is providing an enhancement. Any  
21 amounts provided in part V of this act in excess of the amounts  
22 required by Title 28A RCW provided in statute, are not within the  
23 program of basic education unless clearly stated by this act.

24       (2) To the maximum extent practicable, when adopting new or  
25 revised rules or policies relating to the administration of  
26 allocations in part V of this act that result in fiscal impact, the  
27 office of the superintendent of public instruction shall attempt to  
28 seek legislative approval through the budget request process.

29       (3) Appropriations made in this act to the office of the  
30 superintendent of public instruction shall initially be allotted as  
31 required by this act. Subsequent allotment modifications shall not  
32 include transfers of moneys between sections of this act except as  
33 expressly provided in subsection (4) of this section.

34       (4) The appropriations to the office of the superintendent of  
35 public instruction in this act shall be expended for the programs and  
36 amounts specified in this act. However, after May 1, 2018, unless  
37 specifically prohibited by this act and after approval by the

1 director of financial management, the superintendent of public  
2 instruction may transfer state general fund appropriations for fiscal  
3 year 2018 among the following programs to meet the apportionment  
4 schedule for a specified formula in another of these programs:  
5 General apportionment, employee compensation adjustments, pupil  
6 transportation, special education programs, institutional education  
7 programs, transitional bilingual programs, highly capable, and  
8 learning assistance programs.

9 (5) The director of financial management shall notify the  
10 appropriate legislative fiscal committees in writing prior to  
11 approving any allotment modifications or transfers under this  
12 section.

13 (6) As required by RCW 28A.710.110, the office of the  
14 superintendent of public instruction shall transmit the charter  
15 school authorizer oversight fee for the charter school commission to  
16 the charter school oversight account.

17 **Sec. 518.** 2017 3rd sp.s. c 1 s 519 (uncodified) is amended to  
18 read as follows:

19 **FOR THE OFFICE OF THE SUPERINTENDENT OF PUBLIC INSTRUCTION—FOR**  
20 **CHARTER SCHOOLS**

21 Washington Opportunity Pathways Account—State  
22 Appropriation. . . . . ((~~\$62,713,000~~))  
23 \$55,569,000

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

26 (1) The superintendent shall distribute funding appropriated in  
27 this section to charter schools under chapter 28A.710 RCW. Within  
28 amounts provided in this section the superintendent may distribute  
29 funding for safety net awards for charter schools with demonstrated  
30 needs for special education funding beyond the amounts provided under  
31 chapter 28A.710 RCW.

32 (2) \$2,378,000 of the Washington opportunity pathways account—  
33 state appropriation is provided solely for allocation to school  
34 districts to increase compensation related to increasing school  
35 employee salary allocations, changing the special education excess  
36 cost multiplier as provided in RCW 28A.150.390(2)(b), regionalization  
37 factors as provided in RCW 28A.150.412(2)(b), and the professional



PART VI  
HIGHER EDUCATION

Sec. 601. 2017 3rd sp.s. c 1 s 605 (uncodified) is amended to read as follows:

**FOR THE STATE BOARD FOR COMMUNITY AND TECHNICAL COLLEGES**

|  |                                  |
|--|----------------------------------|
| General Fund—State Appropriation (FY 2018)         | (( <del>\$662,672,000</del> ))   |
|  | <u>\$629,169,000</u>             |
| General Fund—State Appropriation (FY 2019)         | (( <del>\$668,368,000</del> ))   |
|  | <u>\$637,311,000</u>             |
| Community/Technical College Capital Projects       |                                  |
| Account—State Appropriation.                       | (( <del>\$23,841,000</del> ))    |
|  | <u>\$21,618,000</u>              |
| Education Legacy Trust Account—State Appropriation | (( <del>\$138,314,000</del> ))   |
|  | <u>\$134,501,000</u>             |
| <u>Pension Funding Stabilization Account—State</u> |                                  |
| <u>Appropriation.</u>                              | <u>\$67,897,000</u>              |
| TOTAL APPROPRIATION.                               | (( <del>\$1,493,195,000</del> )) |
|  | <u>\$1,490,496,000</u>           |

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

(1) \$33,261,000 of the general fund—state appropriation for fiscal year 2018 and \$33,261,000 of the general fund—state appropriation for fiscal year 2019 are provided solely as special funds for training and related support services, including financial aid, as specified in RCW 28C.04.390. Funding is provided to support at least 7,170 full-time equivalent students in fiscal year 2018 and at least 7,170 full-time equivalent students in fiscal year 2019.

(2) \$5,450,000 of the education legacy trust account—state appropriation is provided solely for administration and customized training contracts through the job skills program. The state board shall make an annual report by January 1st of each year to the governor and to the appropriate policy and fiscal committees of the legislature regarding implementation of this section, listing the scope of grant awards, the distribution of funds by educational sector and region of the state, and the results of the partnerships supported by these funds.

(3) \$425,000 of the general fund—state appropriation for fiscal year 2018 and \$425,000 of the general fund—state appropriation for

1 fiscal year 2019 are provided solely for Seattle central college's  
2 expansion of allied health programs.

3 (4) \$5,250,000 of the general fund—state appropriation for fiscal  
4 year 2018 and \$5,250,000 of the general fund—state appropriation for  
5 fiscal year 2019 are provided solely for the student achievement  
6 initiative.

7 (5) \$1,610,000 of the general fund—state appropriation for fiscal  
8 year 2018, and \$1,610,000 of the general fund—state appropriation for  
9 fiscal year 2019 are provided solely for the expansion of the  
10 mathematics, engineering, and science achievement program. The state  
11 board shall report back to the appropriate committees of the  
12 legislature on the number of campuses and students served by December  
13 31, 2018.

14 (6) \$1,500,000 of the general fund—state appropriation for fiscal  
15 year 2018 and \$1,500,000 of the general fund—state appropriation for  
16 fiscal year 2019 are provided solely for implementation of guided  
17 pathways or similar programs designed to improve student success,  
18 including, but not limited to, academic program redesign, student  
19 advising, and other student supports.

20 (7) \$1,500,000 of the general fund—state appropriation for fiscal  
21 year 2018 and \$1,500,000 of the general fund—state appropriation for  
22 fiscal year 2019 are provided solely for operating a fabrication  
23 composite wing incumbent worker training program to be housed at the  
24 Washington aerospace training and research center.

25 (8) \$100,000 of the general fund—state appropriation for fiscal  
26 year 2018 and \$100,000 of the general fund—state appropriation for  
27 fiscal year 2019 are provided solely for the aerospace center of  
28 excellence currently hosted by Everett community college to:

29 (a) Increase statewide communications and outreach between  
30 industry sectors, industry organizations, businesses, K-12 schools,  
31 colleges, and universities;

32 (b) Enhance information technology to increase business and  
33 student accessibility and use of the center's web site; and

34 (c) Act as the information entry point for prospective students  
35 and job seekers regarding education, training, and employment in the  
36 industry.

37 (9) (~~(\$18,588,000)~~) \$18,697,000 of the general fund—state  
38 appropriation for fiscal year 2018 and (~~(\$18,960,000)~~) \$19,164,000 of  
39 the general fund—state appropriation for fiscal year 2019 are



1 provided solely for the implementation of the college affordability  
2 program as set forth in RCW 28B.15.066.

3 (10) Community and technical colleges are not required to send  
4 mass mailings of course catalogs to residents of their districts.  
5 Community and technical colleges shall consider lower cost  
6 alternatives, such as mailing postcards or brochures that direct  
7 individuals to online information and other ways of acquiring print  
8 catalogs.

9 (11) The state board for community and technical colleges shall  
10 not use funds appropriated in this section to support intercollegiate  
11 athletics programs.

12 (12) \$157,000 of the general fund—state appropriation for fiscal  
13 year 2018 and \$157,000 of the general fund—state appropriation for  
14 fiscal year 2019 are provided solely for the Wenatchee Valley college  
15 wildfire prevention program.

16 (13) \$100,000 of the general fund—state appropriation for fiscal  
17 year 2018 is provided solely for implementation of chapter 154, Laws  
18 of 2017 (SSB 5022) (education loan information).

19 (14) \$185,000 of the general fund—state appropriation for fiscal  
20 year 2018 and \$185,000 of the general fund—state appropriation for  
21 fiscal year 2019 are provided solely for implementation of chapter  
22 177, Laws of 2017 (SSB 5100) (financial literacy seminars).

23 (15) \$41,000 of the general fund—state appropriation for fiscal  
24 year 2018 and \$42,000 of the general fund—state appropriation for  
25 fiscal year 2019 are provided solely for implementation of chapter  
26 98, Laws of 2017 (E2SHB 1375) (ctc course material costs).

27 (16) \$158,000 of the general fund—state appropriation for fiscal  
28 year 2018 and \$5,000 of the general fund—state appropriation for  
29 fiscal year 2019 are provided solely for implementation of chapter  
30 237, Laws of 2017 (ESHB 1115) (paraeducators).

31 (17) \$150,000 of the general fund—state appropriation for fiscal  
32 year 2018 and \$150,000 of the general fund—state appropriation for  
33 fiscal year 2019 are provided solely for program delivery through  
34 Green River College to the Covington area and southeast King county  
35 in response to the education needs assessment conducted by the  
36 student achievement council in the 2015-2017 fiscal biennium.

37 (18) \$60,000 of the general fund—state appropriation for fiscal  
38 year 2018 and \$60,000 of the general fund—state appropriation for  
39 fiscal year 2019 are provided solely for a youth development program

1 operated by Everett community college in conjunction with a county  
2 chapter of a national civil rights organization.

3 (19) \$750,000 of the general fund—state appropriation for fiscal  
4 year 2018 and \$750,000 of the general fund—state appropriation for  
5 fiscal year 2019 are provided solely for increased enrollments in the  
6 integrated basic education and skills training program. Funding will  
7 support approximately 120 additional full-time equivalent enrollments  
8 annually.

9 (20)(a) The state board must provide quality assurance reports on  
10 the ctcLink project at the frequency directed by the office of chief  
11 information officer for review and for posting on its information  
12 technology project dashboard.

13 (b) The state board must develop a technology budget using a  
14 method similar to the state capital budget, identifying project  
15 costs, funding sources, and anticipated deliverables through each  
16 stage of the investment and across fiscal periods and biennia from  
17 project initiation to implementation. The budget must be updated at  
18 the frequency directed by the office of chief information officer for  
19 review and for posting on its information technology project  
20 dashboard.

21 (c) The office of the chief information officer may suspend the  
22 ctcLink project at any time if the office of the chief information  
23 officer determines that the project is not meeting or is not expected  
24 to meet anticipated performance measures, implementation timelines,  
25 or budget estimates. Once suspension or termination occurs, the state  
26 board shall not make additional expenditures on the ctcLink project  
27 without approval of the chief information officer. The ctcLink  
28 project funded through the community and technical college innovation  
29 account created in RCW 28B.50.515 is subject to the conditions,  
30 limitations, and review provided in section 724 of this act.

31 (21) \$150,000 of the general fund—state appropriation for fiscal  
32 year 2018 and \$150,000 of the general fund—state appropriation for  
33 fiscal year 2019 are provided solely for the aerospace center of  
34 excellence hosted by Everett Community College to develop an unmanned  
35 aircraft system program in Sunnyside.

36 (22) \$216,000 of the general fund—state appropriation for fiscal  
37 year 2019 is provided solely for the opportunity center for  
38 employment and education at north Seattle college.

1       (23) \$381,000 of the general fund—state appropriation for fiscal  
2 year 2019 is provided solely for implementation of Engrossed Second  
3 Substitute House Bill No. 2009 (gold star families/higher education).  
4 If the bill is not enacted by June 30, 2018, the amount provided in  
5 this subsection shall lapse.

6       (24) \$500,000 of the general fund—state appropriation for fiscal  
7 year 2019 is provided solely for Highline college to implement the  
8 Federal Way higher education initiative in partnership with the city  
9 of Federal Way and the University of Washington Tacoma campus.

10       (25)(a) \$150,000 of the general fund—state appropriation for  
11 fiscal year 2019 is provided solely for the board to contract with an  
12 independent professional consulting service to:

13       (i) Collect academic, classified, and professional employee total  
14 compensation data, source of funding, and the duties or categories  
15 for which that compensation is paid;

16       (ii) Identify comparable market rate salaries;

17       (iii) Incorporate, as appropriate, data from the office of  
18 financial management from the compensation studies conducted pursuant  
19 to the 2017-2019 memorandum of understanding between the state of  
20 Washington community college coalition and the Washington federation  
21 of state employees re: regional compensation issues; and

22       (iv) Provide analysis regarding whether a local labor market  
23 adjustment formula should be implemented, and if so which market  
24 adjustment factors and methods should be used.

25       (b) The board must collect, and college districts must provide,  
26 the compensation, recruitment, and retention data necessary to  
27 accomplish the work required in this subsection.

28       (c) The consultant shall provide an interim report to the board  
29 by August 15, 2018. The consultant shall provide the final data and  
30 analysis to the board by October 1, 2018.

31       (26) \$87,000 of the general fund—state appropriation for fiscal  
32 year 2018 and \$350,000 of the general fund—state appropriation for  
33 fiscal year 2019 are provided solely for Peninsula college to expand  
34 the annual cohorts of the specified programs as follows:

35       (a) Medical assisting, from 20 to 40 students;

36       (b) Nursing assistant, from 40 to 60 students; and

37       (c) Registered nursing, from 24 to 32 students.

1       (27) \$338,000 of the general fund—state appropriation for fiscal  
2 year 2019 is provided solely for the Washington state labor education  
3 and research center at South Seattle College.

4       (28) \$150,000 of the general fund—state appropriation for fiscal  
5 year 2018 and \$150,000 of the general fund—state appropriation for  
6 fiscal year 2019 are provided solely for the state board to continue  
7 the feasibility study for a potential new community and technical  
8 college in the Graham, Washington area that was first authorized by  
9 section 605, chapter 4, Laws of 2015 3rd sp. sess. The feasibility  
10 study shall be accomplished by continuing to expand enrollment and  
11 classes at the Graham-Kapowsin high school and gathering data, such  
12 as enrollment numbers, future class interest, and student profile  
13 data, from students who participate. The feasibility study shall  
14 specifically address the intent of pursuing the establishment of a  
15 community college in the Graham, Washington area and the state board  
16 of community and technical colleges shall report to the legislature  
17 the findings of the feasibility study by June 30, 2019.

18       (29) \$42,000 of the general fund—state appropriation for fiscal  
19 year 2019 is provided solely for implementation of Senate Bill No.  
20 5028 (Native American curriculum). If the bill is not enacted by June  
21 30, 2018, the amount provided in this subsection shall lapse.

22       (30) \$300,000 of the general fund—state appropriation for fiscal  
23 year 2019 is provided solely for Cascadia community college to  
24 convene a task force with the University of Washington-Bothell and  
25 the representatives from the Canyon Park biomedical industry cluster  
26 to (a) identify workforce development needs of the area's biomedical  
27 cluster and (b) engage in the city of Bothell's master planning  
28 process to ensure that the retention and expansion of this industry  
29 cluster and its workforce are adequately represented in the process.

30       (31) \$50,000 of the general fund—state appropriation for fiscal  
31 year 2019 is provided solely for the state board to identify at least  
32 two high school equivalency tests that are at least as rigorous as  
33 the 2013 general educational test in that sixty percent of high  
34 school seniors can pass the test. At least one of the two test  
35 options must not require computer proficiency and at least one of the  
36 test options must be low cost to the student. At least one of the  
37 test options must be fairly normed to the actual academic ability of  
38 current high school seniors such that at least sixty percent of high  
39 school seniors can pass the high school equivalency test. The state

1 board must identify at least one test option that is appropriate for  
 2 students who have been in the workforce, need a high school diploma  
 3 for employment reasons, have been incarcerated, or were in the  
 4 military. The state board must communicate the availability of the  
 5 two test options to public and private test administrators. The state  
 6 board must report to the legislature and the public the number of  
 7 students who have received a high school equivalency certificate  
 8 during the prior month of each year by posting this information on a  
 9 public page on its web site. The board must also post on a public  
 10 page on its web site a norming study for every high school  
 11 equivalency test confirming that the test is within the actual  
 12 academic ability of recent high school seniors. The norming study  
 13 must be similar in scope and methods to the norming studies of the  
 14 2002 and 2007 GED tests.

15       **Sec. 602.** 2017 3rd sp.s. c 1 s 606 (uncodified) is amended to  
 16 read as follows:

17 **FOR THE UNIVERSITY OF WASHINGTON**

|    |   |           |                                |
|----|---|-----------|--------------------------------|
| 18 | General Fund—State Appropriation (FY 2018)            | . . . . . | (( <del>\$336,712,000</del> )) |
| 19 |   |           | <u>\$310,920,000</u>           |
| 20 | General Fund—State Appropriation (FY 2019)            | . . . . . | (( <del>\$353,811,000</del> )) |
| 21 |   |           | <u>\$325,781,000</u>           |
| 22 | Aquatic Lands Enhancement Account—State Appropriation | . . . . . | \$1,350,000                    |
| 23 | UW Building Account—State Appropriation               | . . . . . | \$1,052,000                    |
| 24 | Education Legacy Trust Account—State Appropriation    | . . . . . | (( <del>\$30,050,000</del> ))  |
| 25 |   |           | <u>\$33,051,000</u>            |
| 26 | Economic Development Strategic Reserve Account—State  |           |                                |
| 27 | Appropriation   | . . . . . | (( <del>\$3,035,000</del> ))   |
| 28 |   |           | <u>\$3,034,000</u>             |
| 29 | <u>Pension Funding Stabilization Account—State</u>    |           |                                |
| 30 | <u>Appropriation</u>                                  | . . . . . | <u>\$51,068,000</u>            |
| 31 | Biotoxin Account—State Appropriation                  | . . . . . | (( <del>\$597,000</del> ))     |
| 32 |   |           | <u>\$596,000</u>               |
| 33 | Dedicated Marijuana Account—State Appropriation       |           |                                |
| 34 | (FY 2018)   | . . . . . | \$247,000                      |
| 35 | Dedicated Marijuana Account—State Appropriation       |           |                                |
| 36 | (FY 2019)   | . . . . . | \$247,000                      |
| 37 | Accident Account—State Appropriation                  | . . . . . | (( <del>\$7,436,000</del> ))   |
| 38 |   |           | <u>\$7,425,000</u>             |

|   |   |                                |
|---|---|--------------------------------|
| 1 | Medical Aid Account—State Appropriation . . . . . | (( <del>\$7,042,000</del> ))   |
| 2 |   | <u>\$7,032,000</u>             |
| 3 | <u>Geoduck Aquaculture Research Account—State</u> |                                |
| 4 | <u>Appropriation. . . . .</u>                     | \$200,000                      |
| 5 | TOTAL APPROPRIATION. . . . .                      | (( <del>\$741,579,000</del> )) |
| 6 |   | <u>\$742,003,000</u>           |

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

9 (1) \$52,000 of the general fund—state appropriation for fiscal  
10 year 2018 and \$52,000 of the general fund—state appropriation for  
11 fiscal year 2019 are provided solely for the center for international  
12 trade in forest products in the college of forest resources.

13 (2) ((~~\$38,581,000~~)) \$38,807,000 of the general fund—state  
14 appropriation for fiscal year 2018 and ((~~\$39,353,000~~)) \$39,777,000 of  
15 the general fund—state appropriation for fiscal year 2019 are  
16 provided solely for the implementation of the college affordability  
17 program as set forth in RCW 28B.15.066.

18 (3) \$200,000 of the general fund—state appropriation for fiscal  
19 year 2018 and \$200,000 of the general fund—state appropriation for  
20 fiscal year 2019 are provided solely for labor archives of  
21 Washington. The university shall work in collaboration with the state  
22 board for community and technical colleges.

23 (4) \$8,000,000 of the education legacy trust account—state  
24 appropriation is provided solely for the family medicine residency  
25 network at the university to expand the number of residency slots  
26 available in Washington.

27 (5) The university must continue work with the education research  
28 and data center to demonstrate progress in computer science and  
29 engineering enrollments. By September 1st of each year, the  
30 university shall provide a report including but not limited to the  
31 cost per student, student completion rates, and the number of low-  
32 income students enrolled in each program, any process changes or  
33 best-practices implemented by the university, and how many students  
34 are enrolled in computer science and engineering programs above the  
35 prior academic year.

36 (6) \$1,350,000 of the aquatic lands enhancement account—state is  
37 provided solely for ocean acidification monitoring, forecasting, and  
38 research and for operation of the Washington ocean acidification  
39 center. By September 1, 2017, the center must provide a biennial work

1 plan and begin quarterly progress reports to the Washington marine  
2 resources advisory council created under RCW 43.06.338.

3 (7) (~~(\$8,000,000)~~) \$11,000,000 of the education legacy trust  
4 account—state appropriation is provided solely for the expansion of  
5 degrees in the department of computer science and engineering at the  
6 Seattle campus.

7 (8) \$1,000,000 of the general fund—state appropriation for fiscal  
8 year 2018 and \$1,000,000 of the general fund—state appropriation for  
9 fiscal year 2019 are provided solely for the university to increase  
10 resident undergraduate enrollments in science, technology,  
11 engineering, and math majors. The university is expected to increase  
12 full-time equivalent enrollment by approximately 60 additional  
13 students.

14 (9) \$3,000,000 of the economic development strategic reserve  
15 account appropriation is provided solely to support the joint center  
16 for aerospace innovation technology.

17 (10) The University of Washington shall not use funds  
18 appropriated in this section to support intercollegiate athletics  
19 programs.

20 (11) \$250,000 of the general fund—state appropriation for fiscal  
21 year 2018 and \$250,000 of the general fund—state appropriation for  
22 fiscal year 2019 are provided solely for the Latino health center.

23 (12) \$200,000 of the general fund—state appropriation for fiscal  
24 year 2018 and \$200,000 of the general fund—state appropriation for  
25 fiscal year 2019 are provided solely for the climate impacts group in  
26 the college of the environment.

27 (13) \$8,400,000 of the general fund—state appropriation for  
28 fiscal year 2018 and \$7,400,000 of the general fund—state  
29 appropriation for fiscal year 2019 are provided solely for the  
30 continued operations and expansion of the Washington, Wyoming,  
31 Alaska, Montana, Idaho medical school program.

32 (14) (~~(\$3,200,000)~~) \$500,000 of the general fund—state  
33 appropriation for fiscal year 2018 and \$2,700,000 of the general fund  
34 —state appropriation for fiscal year 2019 (~~(is)~~) are provided solely  
35 for the university to host the Special Olympics USA Games in July  
36 2018.

37 (15) \$5,000 of the general fund—state appropriation for fiscal  
38 year 2018 and \$80,000 of the general fund—state appropriation for

1 fiscal year 2019 are provided solely for implementation of chapter  
2 262, Laws of 2017 (E2SHB 1612) (lethal means, reduce access).

3 (16) \$400,000 of the general fund—state appropriation for fiscal  
4 year 2018 and \$400,000 of the general fund—state appropriation for  
5 fiscal year 2019 are provided solely for a contract with the center  
6 for sensorimotor neural engineering to advance research on spinal  
7 cord injuries.

8 (17) \$2,250,000 of the general fund—state appropriation for  
9 fiscal year 2018 and \$2,250,000 of the general fund—state  
10 appropriation for fiscal year 2019 are provided solely for the  
11 institute for stem cell and regenerative medicine. Funds appropriated  
12 in this subsection must be dedicated to research utilizing  
13 pluripotent stem cells and related research methods.

14 (18) \$500,000 of the general fund—state appropriation for fiscal  
15 year 2018 and \$500,000 of the general fund—state appropriation for  
16 fiscal year 2019 are provided to the University of Washington to  
17 support youth and young adults experiencing homelessness in the  
18 university district of Seattle. Funding is provided for the  
19 university to work with community service providers and university  
20 colleges and departments to plan for and implement a comprehensive  
21 one-stop center with navigation services for homeless youth; the  
22 university may contract with the department of commerce to expand  
23 services that serve homeless youth in the university district.

24 (19) \$125,000 of the general fund—state appropriation for fiscal  
25 year 2018 and \$125,000 of the general fund—state appropriation for  
26 fiscal year 2019 are provided solely for the University of Washington  
27 school of public health to study the air quality implications of air  
28 traffic at the international airport in the state that has the  
29 highest total annual number of arrivals and departures. The study  
30 must include an assessment of the concentrations of ultrafine  
31 particulate matter in areas surrounding and directly impacted by air  
32 traffic generated by the airport, including areas within ten miles of  
33 the airport in the directions of aircraft flight paths and within ten  
34 miles of the airport where public agencies operate an existing air  
35 monitoring station. The study must attempt to distinguish between  
36 aircraft and other sources of ultrafine particulate matter, and must  
37 compare concentrations of ultrafine particulate matter in areas  
38 impacted by high volumes of air traffic with concentrations of  
39 ultrafine particulate matter in areas that are not impacted by high



1 volumes of air traffic. The university must coordinate with local  
2 governments in areas addressed by the study to share results and  
3 inclusively solicit feedback from community members. By December 1,  
4 2019, the university must report study findings, including any gaps  
5 and uncertainties in health information associated with ultrafine  
6 particulate matter, and recommend to the legislature whether  
7 sufficient information is available to proceed with a second phase of  
8 the study.

9 (20) The appropriations in this section include sufficient  
10 funding for the implementation of chapter 154, Laws of 2017 (SSB  
11 5022) (education loan information).

12 (21) The appropriations in this section include sufficient  
13 funding for the implementation of chapter 177, Laws of 2017 (SSB  
14 5100) (financial literacy seminars).

15 (22) Within the funds appropriated in this section, the  
16 University of Washington shall:

17 (a) Review the scholarly literature on the short-term and long-  
18 term effects of marijuana use to assess if other states or private  
19 entities are conducting marijuana research in areas that may be  
20 useful to the state.

21 (b) Provide as part of its budget request for the 2019-2021  
22 biennium:

23 (i) A list of intended state, federal, and privately funded  
24 marijuana research, including cost, duration, and scope; and

25 (ii) Plans for partnerships with other universities, state  
26 agencies, or private entities, including entities outside the state,  
27 for purposes related to researching short-term and long-term effects  
28 of marijuana use.

29 (23) General fund—state appropriations in this section are  
30 reduced to reflect a reduction in state-supported tuition waivers for  
31 graduate students. When reducing tuition waivers, the university will  
32 not change its practices and procedures for providing eligible  
33 veterans with tuition waivers.

34 (24) \$45,000 of the general fund—state appropriation for fiscal  
35 year 2018 is provided solely for the university to conduct research  
36 and analysis of military officers who are attending or have completed  
37 the command and general staff college, intermediate level education,  
38 or advanced operations course as part of their military education.  
39 The purpose of the research and analysis is to examine possible  
40 graduate level degree programs to be offered in partnership with the

1 university and the U.S. army's command and general staff college. The  
2 research and analysis shall include stakeholder meetings with the  
3 U.S. army's command and general staff college. The university shall  
4 submit a report to the appropriate legislative higher education  
5 committees and the joint committee on veterans and military affairs  
6 by December 31, 2018. The report shall include the results of the  
7 research and analysis and plans for possible next steps with other  
8 service schools for field grade officers.

9 (25)(a) \$140,000 of the general fund—state appropriation for  
10 fiscal year 2018 is provided solely for the University of Washington  
11 school of law to convene a study on the Washington state supreme  
12 court decision *Volk v. DeMeerleer*, 386 P.3d 254 (Wash. 2016), and  
13 whether or not it substantially changed the law on the duty of care  
14 for mental health providers and whether it has had an impact on  
15 access to mental health care services in the state. The study shall  
16 include:

17 (i) Comprehensive review of duty to warn and duty to protect case  
18 law and laws in the United States, including a description of how  
19 Washington state's law compares to other states and to what extent,  
20 if any, the Volk decision changed the law in this state;

21 (ii) Comprehensive review and assessment of the involuntary and  
22 voluntary treatment capacity available in the state, including  
23 information and data available from the select committee on quality  
24 improvement in state hospitals, related contractors, and other  
25 sources;

26 (iii) An analysis of lawsuits brought in the state as a result of  
27 the Volk decision, including the outcome of any such cases and any  
28 harm alleged in each lawsuit;

29 (iv) An analysis of lawsuits brought in the state prior to the  
30 issuance of the Volk decision, and since the issuance of the decision  
31 in *Petersen v. State*, against outpatient mental health providers  
32 alleged to have breached either the duty to warn or the duty to take  
33 reasonable precautions established in *Petersen*, including the outcome  
34 of any such cases and the harm alleged in each lawsuit;

35 (v) An analysis of insurance claims filed as a result of the Volk  
36 decision, including the outcome of any such cases and any harm  
37 alleged in each claim filed;

38 (vi) Whether insurance policy provisions and rates have been  
39 affected due to the Volk decision;

1 (vii) Assessment of the number of mental health service providers  
2 available to provide treatment to voluntary mental health patients in  
3 the state, whether that capacity has changed, and whether any such  
4 change is a result of the Volk decision, and a description of any  
5 changes as a result of the Volk decision;

6 (viii) Assessment of whether mental health service providers may  
7 be changing practice to limit exposure to the potential risks created  
8 by the Volk decision;

9 (ix) Assessment of legal and practice implications state legal  
10 standards regarding duty to warn and duty to protect in the voluntary  
11 and involuntary treatment context; and

12 (x) Comprehensive review of practices where the practice has been  
13 consistently shown to have achieved the results it seeks to achieve  
14 and that those results are superior to those achieved by other means.

15 (b) When performing the study under this subsection, the  
16 University of Washington school of law shall consult with subject-  
17 matter experts including, but not limited to, individuals  
18 representing the following organizations:

19 (i) Attorneys with experience representing defendants in personal  
20 injury cases or wrongful death cases related to the issues raised by  
21 duty to warn cases;

22 (ii) Washington state association for justice, representing  
23 attorneys with experience representing plaintiffs in personal injury  
24 cases or wrongful death cases related to the issues raised by duty to  
25 warn cases;

26 (iii) Department of social and health services;

27 (iv) Washington academy of family physicians;

28 (v) Washington association for mental health treatment  
29 protection;

30 (vi) Office of the insurance commissioner;

31 (vii) Washington council for behavioral health;

32 (viii) Washington state hospital association;

33 (ix) Washington state medical association;

34 (x) Washington state psychiatric association;

35 (xi) Washington state psychological association;

36 (xii) Washington state society for clinical social work;

37 (xiii) Washington association of police chiefs and sheriffs;

38 (xiv) Victim support services;

39 (xv) NW health law advocates;

40 (xvi) National alliance on mental illness;

1 (xvii) American civil liberties union; and

2 (xviii) A sample of families who testified or presented evidence  
3 of their cases to the legislature.

4 (c) The University of Washington school of law shall consult each  
5 listed organization separately. Following collection and analysis of  
6 relevant data, they shall hold at least one meeting of all listed  
7 organizations to discuss the data, analysis, and recommendations. The  
8 University of Washington school of law must submit the final report  
9 to the appropriate committees of the legislature by December 1, 2017.

10 (26) \$85,000 of the general fund—state appropriation for fiscal  
11 year 2019 is provided solely for implementation of Engrossed Second  
12 Substitute House Bill No. 2009 (gold star families/higher education).  
13 If the bill is not enacted by June 30, 2018, the amount provided in  
14 this subsection shall lapse.

15 (27) To ensure transparency and accountability, in the 2017-2019  
16 fiscal biennium the University of Washington shall comply with any  
17 and all financial and accountability audits by the Washington state  
18 auditor including any and all audits of university services offered  
19 to the general public, including those offered through any public-  
20 private partnership, business venture, affiliation, or joint venture  
21 with a public or private entity, except the government of the United  
22 States. The university shall comply with all state auditor requests  
23 for the university's financial and business information including the  
24 university's governance and financial participation in these public-  
25 private partnerships, business ventures, affiliations, or joint  
26 ventures with a public or private entity. In any instance in which  
27 the university declines to produce the information to the state  
28 auditor, the university will provide the state auditor a brief  
29 summary of the documents withheld and a citation of the legal or  
30 contractual provision that prevents disclosure. The summaries must be  
31 compiled into a report by the state auditor and provided on a  
32 quarterly basis to the legislature.

33 (28) \$77,000 of the general fund—state appropriation for fiscal  
34 year 2019 is provided solely for the University of Washington school  
35 of environmental and forest sciences to pilot a program to advise and  
36 facilitate the activities of the Olympic peninsula forest  
37 collaborative.

38 (29)(a) \$172,000 of the general fund—state appropriation for  
39 fiscal year 2019 is provided solely for a University of Washington

1 study in the south Cascades to determine current wolf use and  
2 density, and to gather baseline data to understand the effects of  
3 wolf recolonization on predator-prey dynamics of species that  
4 currently have established populations in the area. The study  
5 objectives shall include:

6 (i) Determination of whether wolves have started to recolonize a  
7 5,000 square kilometer study area in the south Cascades of  
8 Washington, and if so, an assessment of their distribution over the  
9 landscape as well as their health and pregnancy rates;

10 (ii) Baseline data collection, if wolves have not yet established  
11 pack territories in this portion of the state, that will allow for  
12 the assessment of how the functional densities and diets of wolves  
13 across the landscape will affect the densities and diets in the  
14 following predators and prey: Coyote, cougar, black bear, bobcat, red  
15 fox, wolverine, elk, white tailed deer, mule deer, moose, caribou,  
16 and snowshoe hare;

17 (iii) Examination of whether the microbiome of each species  
18 changes as wolves start to occupy suitable habitat; and

19 (iv) An assessment of the use of alternative wildlife monitoring  
20 tools to cost-effectively monitor size of the wolf population over  
21 the long-term.

22 (b) A report on the findings of the study shall be shared with  
23 the Washington department of fish and wildlife.

24 (30) \$1,000,000 of the general fund—state appropriation for  
25 fiscal year 2019 is provided solely for the University of  
26 Washington's psychiatry integrated care training program.

27 (31) \$200,000 of the geoduck aquaculture research account—state  
28 appropriation is provided solely for the Washington sea grant program  
29 at the University of Washington to complete a three-year study to  
30 identify best management practices related to shellfish production.  
31 The University of Washington must submit an annual report detailing  
32 any findings and outline the progress of the study, consistent with  
33 RCW 43.01.036, to the office of the governor and the appropriate  
34 legislative committees by December 1st of each year.

35 (32) \$3,000,000 of the general fund—state appropriation for  
36 fiscal year 2018 and \$6,000,000 of the general fund—state  
37 appropriation for fiscal year 2019 are provided on a one-time basis  
38 solely for compensation and central services costs. The funding  
39 provided shall temporarily replace a portion of tuition expenditures

1 on central services and salaries and benefits for union-represented  
2 and nonrepresented employees. The additional funding provided in this  
3 section will permit the university to fund the incremental cost of  
4 compensation costs for all general fund—state and tuition-supported  
5 employees in equal amounts from general fund—state and tuition for  
6 the remainder of the 2017-2019 fiscal biennium.

7 (33) \$200,000 of the general fund—state appropriation for fiscal  
8 year 2019 is provided solely for the pre-law pipeline and social  
9 justice program at the University of Washington Tacoma.

10 (34) \$135,000 of the general fund—state appropriation for fiscal  
11 year 2019 is provided solely for Washington MESA to continue the  
12 First Nations MESA program in the Yakima Valley.

13 (35) \$150,000 of the general fund—state appropriation for fiscal  
14 year 2019 is provided solely for implementation of Substitute Senate  
15 Bill No. 6514 (higher education behavioral health). If the bill is  
16 not enacted by June 30, 2018, the amount provided in this subsection  
17 shall lapse.

18 (36) \$10,000 of the general fund—state appropriation for fiscal  
19 year 2019 is provided solely for implementation of Engrossed House  
20 Bill No. 2957 (nonnative finfish escape). If the bill is not enacted  
21 by June 30, 2018, the amount provided in this subsection shall lapse.

22 (37) \$81,000 of the general fund—state appropriation for fiscal  
23 year 2019 is provided solely for implementation of Senate Bill No.  
24 5028 (Native American curriculum). If the bill is not enacted by June  
25 30, 2018, the amount provided in this subsection shall lapse.

26 **Sec. 603.** 2017 3rd sp.s. c 1 s 607 (uncodified) is amended to  
27 read as follows:

28 **FOR WASHINGTON STATE UNIVERSITY**

|    |  |           |                                |
|----|--|-----------|--------------------------------|
| 29 | General Fund—State Appropriation (FY 2018)         | . . . . . | (( <del>\$215,329,000</del> )) |
| 30 |  |           | <u>\$200,567,000</u>           |
| 31 | General Fund—State Appropriation (FY 2019)         | . . . . . | (( <del>\$227,266,000</del> )) |
| 32 |  |           | <u>\$212,381,000</u>           |
| 33 | WSU Building Account—State Appropriation.          | . . . . . | \$792,000                      |
| 34 | Education Legacy Trust Account—State Appropriation | . . . . . | \$33,995,000                   |
| 35 | Dedicated Marijuana Account—State Appropriation    |           |                                |
| 36 | (FY 2018)  | . . . . . | \$138,000                      |
| 37 | Dedicated Marijuana Account—State Appropriation    |           |                                |
| 38 | (FY 2019)  | . . . . . | \$138,000                      |

1 Pension Funding Stabilization Account—State

|   |                               |                                |
|---|-------------------------------|--------------------------------|
| 2 | <u>Appropriation. . . . .</u> | <u>\$30,983,000</u>            |
| 3 | TOTAL APPROPRIATION. . . . .  | (( <del>\$477,658,000</del> )) |
| 4 |                               | <u>\$478,994,000</u>           |

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

7 (1) \$90,000 of the general fund—state appropriation for fiscal  
8 year 2018 and \$90,000 of the general fund—state appropriation for  
9 fiscal year 2019 are provided solely for a rural economic development  
10 and outreach coordinator.

11 (2) The university must continue work with the education research  
12 and data center to demonstrate progress in computer science and  
13 engineering enrollments. By September 1st of each year, the  
14 university shall provide a report including but not limited to the  
15 cost per student, student completion rates, and the number of low-  
16 income students enrolled in each program, any process changes or  
17 best-practices implemented by the university, and how many students  
18 are enrolled in computer science and engineering programs above the  
19 prior academic year.

20 (3) \$500,000 of the general fund—state appropriation for fiscal  
21 year 2018 and \$500,000 of the general fund—state appropriation for  
22 fiscal year 2019 are provided solely for state match requirements  
23 related to the federal aviation administration grant.

24 (4) Washington State University shall not use funds appropriated  
25 in this section to support intercollegiate athletic programs.

26 (5) The appropriations in this section include sufficient funding  
27 for the implementation of chapter 154, Laws of 2017 (SSB 5022)  
28 (education loan information).

29 (6) The appropriations in this section include sufficient funding  
30 for the implementation of chapter 177, Laws of 2017 (SSB 5100)  
31 (financial literacy seminars).

32 (7) \$3,000,000 of the general fund—state appropriation for fiscal  
33 year 2018 and \$7,000,000 of the general fund—state appropriation for  
34 fiscal year 2019 are provided solely for the continued development  
35 and operations of a medical school program in Spokane.

36 ~~(8) ((Within the funds appropriated in this section, Washington~~  
37 ~~State University is required to provide administrative support to the~~  
38 ~~sustainable aviation biofuels work group authorized under RCW~~  
39 ~~28B.30.904.~~

1       ~~(9)~~) \$135,000 of the general fund—state appropriation for fiscal  
2 year 2018 and \$135,000 of the general fund—state appropriation for  
3 fiscal year 2019 are provided solely for a honey bee biology research  
4 position.

5       ~~((10) \$27,425,000))~~ (9) \$27,586,000 of the general fund—state  
6 appropriation for fiscal year 2018 and ~~(( \$27,973,000))~~ \$28,275,000 of  
7 the general fund—state appropriation for fiscal year 2019 are  
8 provided solely for the implementation of the college affordability  
9 program as set forth in RCW 28B.15.066.

10       ~~((11))~~ (10) \$230,000 of the general fund—state appropriation  
11 for fiscal year 2018 and \$376,000 of the general fund—state  
12 appropriation for fiscal year 2019 are provided solely for chapter  
13 202, Laws of 2017 (2SHB 1713) (children's mental health).

14       ~~((12))~~ (11) \$300,000 of the general fund—state appropriation  
15 for fiscal year 2018 and \$300,000 of the general fund—state  
16 appropriation for fiscal year 2019 are provided solely for the  
17 William D. Ruckelshaus center to collaborate with groups and  
18 organizations, including associations of local governments,  
19 associations of the business, real estate and building industries,  
20 state agencies, environmental organizations, state universities,  
21 public health and planning organizations, and tribal governments, to  
22 create a "Road Map to Washington's Future." The road map shall  
23 identify areas of agreement on ways to adapt Washington's growth  
24 management framework of statutes, institutions, and policies to meet  
25 future challenges in view of robust forecasted growth and the unique  
26 circumstances and urgent priorities in the diverse regions of the  
27 state. The center shall, in conjunction with state universities and  
28 other sponsors, conduct regional workshops to:

29       (a) Engage Washington residents in identifying a desired  
30 statewide vision for Washington's future;

31       (b) Partner with state universities on targeted research to  
32 inform future alternatives;

33       (c) Facilitate deep and candid interviews with representatives of  
34 the above named groups and organizations; and

35       (d) Convene parties for collaborative conversations and potential  
36 agreement seeking.

37 The center must submit a final report to the appropriate committees  
38 of the legislature by June 30, 2019.



1        ~~((13))~~ (12) \$580,000 of the general fund—state appropriation  
2 for fiscal year 2018 and \$580,000 of the general fund—state  
3 appropriation for fiscal year 2019 are provided solely for the  
4 development of an organic agriculture systems degree program located  
5 at the university center in Everett.

6        ~~((14))~~ (13) Within the funds appropriated in this section,  
7 Washington State University shall:

8        (a) Review the scholarly literature on the short-term and long-  
9 term effects of marijuana use to assess if other states or private  
10 entities are conducting marijuana research in areas that may be  
11 useful to the state.

12        (b) Provide as part of its budget request for the 2019-2021  
13 fiscal biennium:

14        (i) A list of intended state, federal, and privately funded  
15 marijuana research, including cost, duration, and scope;

16        (ii) Plans for partnerships with other universities, state  
17 agencies, or private entities, including entities outside the state,  
18 for purposes related to researching short-term and long-term effects  
19 of marijuana use.

20        ~~((15))~~ (14) \$760,000 of the general fund—state appropriation  
21 for fiscal year 2018 and \$760,000 of the general fund—state  
22 appropriation for fiscal year 2019 are provided solely for  
23 implementation of chapter 159, Laws of 2017 (2SSB 5474) (elk hoof  
24 disease).

25        ~~((16))~~ (15) \$630,000 of the general fund—state appropriation  
26 for fiscal 2018 and \$630,000 of the general fund—state appropriation  
27 for fiscal year 2019 are provided solely for the creation of an  
28 electrical engineering program located in Bremerton. At full  
29 implementation, the university is expected to increase degree  
30 production by 25 new bachelor's degrees per year. The university must  
31 identify these students separately when providing data to the  
32 education research data center as required in subsection (2) of this  
33 section.

34        ~~((17))~~ (16) \$1,370,000 of the general fund—state appropriation  
35 for fiscal year 2018 and \$1,370,000 of the general fund—state  
36 appropriation for fiscal year 2019 are provided solely for the  
37 creation of software engineering and data analytic programs at the  
38 university center in Everett. At full implementation, the university  
39 is expected to enroll 50 students per academic year. The university

1 must identify these students separately when providing data to the  
2 education research data center as required in subsection (2) of this  
3 section.

4 ~~((18))~~ (17) General fund—state appropriations in this section  
5 are reduced to reflect a reduction in state-supported tuition waivers  
6 for graduate students. When reducing tuition waivers, the university  
7 will not change its practices and procedures for providing eligible  
8 veterans with tuition waivers.

9 (18) \$768,000 of the general fund—state appropriation for fiscal  
10 year 2018 and \$504,000 of the general fund—state appropriation for  
11 fiscal year 2019 are provided solely for implementation of chapter  
12 36, Laws of 2017 3rd sp. sess. (renewable energy, tax incentives).

13 (19) \$89,000 of the general fund—state appropriation for fiscal  
14 year 2019 is provided solely for implementation of Engrossed Second  
15 Substitute House Bill No. 2009 (gold star families/higher education).  
16 If the bill is not enacted by June 30, 2018, the amount provided in  
17 this subsection shall lapse.

18 (20) \$58,000 of the general fund—state appropriation for fiscal  
19 year 2019 is provided solely for implementation of Substitute House  
20 Bill No. 2580 (renewable natural gas). If the bill is not enacted by  
21 June 30, 2018, the amount provided in this subsection shall lapse.

22 (21) \$500,000 of the general fund—state appropriation for fiscal  
23 year 2019 is provided solely for the joint center for deployment and  
24 research in earth abundant materials.

25 (22) \$75,000 of the general fund—state appropriation for fiscal  
26 year 2019 is provided solely for the Washington State University tree  
27 fruit research and extension center in Wenatchee to create a plan for  
28 expansion of graduate research in the greater Wenatchee Valley. This  
29 plan may include proposals for new research programs, new or expanded  
30 facilities, and other elements necessary to facilitate expansion of  
31 graduate research in the greater Wenatchee Valley.

32 (23) \$15,000 of the general fund—state appropriation for fiscal  
33 year 2019 is provided solely for implementation of Senate Bill No.  
34 5028 (Native American curriculum). If the bill is not enacted by June  
35 30, 2018, the amount provided in this subsection shall lapse.

36 (24) \$20,000 of the general fund—state appropriation for fiscal  
37 year 2019 is provided solely for the office of clean technology at  
38 Washington State University to convene a sustainable aviation  
39 biofuels work group to further the development of sustainable

1 aviation fuel as a productive industry in Washington. The work group  
2 must include members from the legislature and sectors involved in  
3 sustainable aviation biofuels research, development, production, and  
4 utilization. The work group must provide recommendations to the  
5 governor and the appropriate committees of the legislature before  
6 December 1, 2019.

7 (25) \$17,000 of the general fund—state appropriation for fiscal  
8 year 2018 and \$33,000 of the general fund—state appropriation for  
9 fiscal year 2019 are provided solely for the William D. Ruckelshaus  
10 center to provide meeting facilitation and related services for the  
11 legislative task force on legislative records as specified in section  
12 925(4) of this act.

13 **Sec. 604.** 2017 3rd sp.s. c 1 s 608 (uncodified) is amended to  
14 read as follows:

15 **FOR EASTERN WASHINGTON UNIVERSITY**

|    |  |           |                                |
|----|--|-----------|--------------------------------|
| 16 | General Fund—State Appropriation (FY 2018)         | . . . . . | (( <del>\$50,064,000</del> ))  |
| 17 |  |           | <u>\$50,213,000</u>            |
| 18 | General Fund—State Appropriation (FY 2019)         | . . . . . | (( <del>\$51,985,000</del> ))  |
| 19 |  |           | <u>\$52,015,000</u>            |
| 20 | Education Legacy Trust Account—State Appropriation | . . .     | \$16,598,000                   |
| 21 | TOTAL APPROPRIATION.                               | . . . . . | (( <del>\$118,647,000</del> )) |
| 22 |  |           | <u>\$118,826,000</u>           |

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

25 (1) At least \$200,000 of the general fund—state appropriation for  
26 fiscal year 2018 and at least \$200,000 of the general fund—state  
27 appropriation for fiscal year 2019 must be expended on the Northwest  
28 autism center.

29 (2) The university must continue work with the education research  
30 and data center to demonstrate progress in computer science and  
31 engineering enrollments. By September 1st of each year, the  
32 university shall provide a report including but not limited to the  
33 cost per student, student completion rates, and the number of low-  
34 income students enrolled in each program, any process changes or  
35 best-practices implemented by the university, and how many students  
36 are enrolled in computer science and engineering programs above the  
37 prior academic year.

1 (3) Eastern Washington University shall not use funds  
2 appropriated in this section to support intercollegiate athletics  
3 programs.

4 (4) (~~(\$9,851,000)~~) \$9,909,000 of the general fund—state  
5 appropriation for fiscal year 2018 and (~~(\$10,048,000)~~) \$10,156,000 of  
6 the general fund—state appropriation for fiscal year 2019 are  
7 provided solely for the implementation of the college affordability  
8 program as set forth in RCW 28B.15.066.

9 (5) The appropriations in this section include sufficient funding  
10 for the implementation of chapter 154, Laws of 2017 (SSB 5022)  
11 (education loan information).

12 (6) The appropriations in this section include sufficient funding  
13 for the implementation of chapter 177, Laws of 2017 (SSB 5100)  
14 (financial literacy seminars).

15 (7) Within amounts appropriated in this section, the university  
16 is encouraged to increase the number of tenure-track positions  
17 created and hired.

18 (8) \$55,000 of the general fund—state appropriation for fiscal  
19 year 2019 is provided solely for implementation of Engrossed Second  
20 Substitute House Bill No. 2009 (gold star families/higher education).  
21 If the bill is not enacted by June 30, 2018, the amount provided in  
22 this subsection shall lapse.

23 (9) \$20,000 of the general fund—state appropriation for fiscal  
24 year 2019 is provided solely for implementation of Senate Bill No.  
25 5028 (Native American curriculum). If the bill is not enacted by June  
26 30, 2018, the amount provided in this subsection shall lapse.

27 **Sec. 605.** 2017 3rd sp.s. c 1 s 609 (uncodified) is amended to  
28 read as follows:

29 **FOR CENTRAL WASHINGTON UNIVERSITY**

|   |                                |
|---|--------------------------------|
| 30 General Fund—State Appropriation (FY 2018) . . . . .         | ( <del>(\$49,969,000)</del> )  |
| 31  | <u>\$48,136,000</u>            |
| 32 General Fund—State Appropriation (FY 2019) . . . . .         | ( <del>(\$52,303,000)</del> )  |
| 33  | <u>\$50,646,000</u>            |
| 34 CWU Capital Projects Account—State Appropriation. . . . .    | \$76,000                       |
| 35 Education Legacy Trust Account—State Appropriation . . . . . | \$19,076,000                   |
| 36 <u>Pension Funding Stabilization Account—State</u>           |                                |
| 37 <u>Appropriation. . . . .</u>                                | <u>\$3,921,000</u>             |
| 38 TOTAL APPROPRIATION. . . . .                                 | ( <del>(\$121,424,000)</del> ) |

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

(1) The university must continue work with the education research and data center to demonstrate progress in engineering enrollments. By September 1st of each year, the university shall provide a report including but not limited to the cost per student, student completion rates, and the number of low-income students enrolled in each program, any process changes or best-practices implemented by the university, and how many students are enrolled in engineering programs above the prior academic year.

(2) Central Washington University shall not use funds appropriated in this section to support intercollegiate athletics programs.

(3) (~~(\$11,104,000)~~) \$11,169,000 of the general fund—state appropriation for fiscal year 2018 and (~~(\$11,326,000)~~) \$11,448,000 of the general fund—state appropriation for fiscal year 2019 are provided solely for the implementation of the college affordability program as set forth in RCW 28B.15.066.

(4) The appropriations in this section include sufficient funding for the implementation of chapter 154, Laws of 2017 (SSB 5022) (education loan information).

(5) The appropriations in this section include sufficient funding for the implementation of chapter 177, Laws of 2017 (SSB 5100) (financial literacy seminars).

(6) Within amounts appropriated in this section, the university is encouraged to increase the number of tenure-track positions created and hired.

(7) \$76,000 of the general fund—state appropriation for fiscal year 2019 is provided solely for implementation of Engrossed Second Substitute House Bill No. 2009 (gold star families/higher education). If the bill is not enacted by June 30, 2018, the amount provided in this subsection shall lapse.

(8) \$200,000 of the general fund—state appropriation for fiscal year 2019 is provided solely for the game on! program, which provides underserved middle and high school students with training in leadership, science, technology, engineering, and math. The program is expected to serve approximately 500 students per year.

1       (9) \$130,000 of the general fund—state appropriation for fiscal  
 2 year 2019 is provided solely for Central Washington University to  
 3 partner with the office of the lieutenant governor, and employers and  
 4 labor representatives from the building and construction trades to  
 5 create a bachelor's degree program for individuals who have completed  
 6 or are completing certain registered apprenticeship programs. The  
 7 program shall be inclusive of prior learning, specifically tailored  
 8 to experience gained through apprenticeships and work in the building  
 9 and construction trades, and use an affordable online delivery model.  
 10 The program's financial model must be designed to make this degree  
 11 program self-sustaining without state support.

12       (10) \$23,000 of the general fund—state appropriation for fiscal  
 13 year 2019 is provided solely for implementation of Senate Bill No.  
 14 5028 (Native American curriculum). If the bill is not enacted by June  
 15 30, 2018, the amount provided in this subsection shall lapse.

16       **Sec. 606.** 2017 3rd sp.s. c 1 s 610 (uncodified) is amended to  
 17 read as follows:

18 **FOR THE EVERGREEN STATE COLLEGE**

|    |  |                      |                               |
|----|--|----------------------|-------------------------------|
| 19 | General Fund—State Appropriation (FY 2018)                 | . . . . .            | (( <del>\$26,543,000</del> )) |
| 20 |  |                      | <u>\$26,608,000</u>           |
| 21 | General Fund—State Appropriation (FY 2019)                 | . . . . .            | (( <del>\$27,146,000</del> )) |
| 22 |  |                      | <u>\$28,126,000</u>           |
| 23 | TESC Capital Projects Account—State Appropriation.         | . . . . .            | \$80,000                      |
| 24 | Education Legacy Trust Account—State Appropriation         | . . . . .            | \$5,450,000                   |
| 25 | <del>((Liquor Revolving Account—State Appropriation.</del> | <del>. . . . .</del> | <del>\$250,000))</del>        |
| 26 | <u>Pension Funding Stabilization Account—State</u>         |                      |                               |
| 27 | <u>Appropriation.</u>                                      | <u>. . . . .</u>     | <u>\$2,000</u>                |
| 28 | TOTAL APPROPRIATION.                                       | . . . . .            | (( <del>\$59,469,000</del> )) |
| 29 |  |                      | <u>\$60,266,000</u>           |

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

32       (1) ~~((~~\$3,377,000~~))~~ \$3,397,000 of the general fund—state  
 33 appropriation for fiscal year 2018 and ~~((~~\$3,445,000~~))~~ \$3,482,000 of  
 34 the general fund—state appropriation for fiscal year 2019 are  
 35 provided solely for the implementation of the college affordability  
 36 program as set forth in RCW 28B.15.066.

1 (2) Funding provided in this section is sufficient for The  
2 Evergreen State College to continue operations of the Longhouse  
3 Center and the Northwest Indian applied research institute.

4 (3) Notwithstanding other provisions in this section, the board  
5 of directors for the Washington state institute for public policy may  
6 adjust due dates for projects included on the institute's 2017-19  
7 work plan as necessary to efficiently manage workload.

8 (4) The Evergreen State College shall not use funds appropriated  
9 in this section to support intercollegiate athletics programs.

10 (5) \$33,000 of the general fund—state appropriation for fiscal  
11 year 2018 and (~~(\$65,000)~~) \$95,000 of the general fund—state  
12 appropriation for fiscal year 2019 are provided solely for  
13 implementation of chapter 265, Laws of 2017 (SHB 1867) (ext. foster  
14 care transitions).

15 (6) \$62,000 of the general fund—state appropriation for fiscal  
16 year 2018 are provided solely for implementation of chapter 237, Laws  
17 of 2017 (ESHB 1115) (paraeducators).

18 (7) \$17,000 of the general fund—state appropriation for fiscal  
19 year 2018 and (~~(\$34,000)~~) \$41,000 of the general fund—state  
20 appropriation for fiscal year 2019 are provided solely for the  
21 Washington institute for public policy to conduct a study regarding  
22 the implementation of certain aspects of the involuntary treatment  
23 act, pursuant to chapter 29, Laws of 2016, sp. sess. (E3SHB 1713).

24 (8) The appropriations in this section include sufficient funding  
25 for the implementation of chapter 154, Laws of 2017 (SSB 5022)  
26 (education loan information).

27 (9) The appropriations in this section include sufficient funding  
28 for the implementation of chapter 177, Laws of 2017 (SSB 5100)  
29 (financial literacy seminars).

30 (10) \$72,000 of the general fund—state appropriation for fiscal  
31 year 2018 and \$43,000 of the general fund—state appropriation for  
32 fiscal year 2019 is provided solely for the Washington institute for  
33 public policy to update its previous meta-analysis on the effect of  
34 the national board for professional teaching standards certification  
35 on student outcomes by December 15, 2018. The institute shall also  
36 report on the following:

37 (a) Does the certification improve teacher retention in  
38 Washington state?;

1 (b) Has the additional bonus provided under RCW 28A.405.415 to  
2 certificated instructional staff who have attained national board  
3 certification to work in high poverty schools acted as an incentive  
4 for such teachers to actually work in high poverty schools?; and

5 (c) Have other states provided similar incentives to achieve a  
6 more equitable distribution of staff with national board  
7 certification?

8 (11) \$122,000 of the general fund—state appropriation for fiscal  
9 year 2018 and (~~(\$40,000)~~) \$141,000 of the general fund—state  
10 appropriation for fiscal year 2019 are provided solely for the  
11 implementation of chapter 244, Laws of 2015 (college bound).

12 (12) \$1,000 of the general fund—state appropriation for fiscal  
13 year 2018 and (~~(\$1,000)~~) \$7,000 of the general fund—state  
14 appropriation for fiscal year 2019 are provided solely for the  
15 implementation of chapter 7, Laws of 2015, 3rd sp.s. (early start  
16 act).

17 (~~(14)~~) (13) Within amounts appropriated in this section, the  
18 college is encouraged to increase the number of tenure-track  
19 positions created and hired.

20 (~~(15)~~) (14) \$16,000 of the general fund—state appropriation for  
21 fiscal year 2018 and (~~(\$22,000)~~) \$50,000 of the general fund—state  
22 appropriation for fiscal year 2019 are provided solely for  
23 implementation of Engrossed Substitute Senate Bill No. 5890 (foster  
24 care and adoption). If the bill is not enacted by July 31, 2017, the  
25 amounts provided in this subsection shall lapse.

26 (15) \$100,000 of the general fund—state appropriation for fiscal  
27 year 2019 is provided solely for the Washington state institute for  
28 public policy to conduct a study of single payer and universal  
29 coverage health care systems. The institute may seek support from the  
30 office of the state actuary. The institute shall provide a report to  
31 the appropriate committees of the legislature by December 1, 2018.  
32 The study shall:

33 (a) Summarize the parameters used to define universal coverage,  
34 single payer, and other innovative systems;

35 (b) Compare the characteristics of up to ten universal or single  
36 payer models available in the United States or elsewhere; and

37 (c) Summarize any available research literature that examines the  
38 effect of models detailed in (b) of this subsection on outcomes such  
39 as overall cost, quality of care, health outcomes, or the uninsured



1 rate. If possible, the institute shall conduct meta-analyses to  
2 address this subsection.

3 (16) \$56,000 of the general fund—state appropriation for fiscal  
4 year 2019 is provided solely for data storage and security upgrades  
5 at the Washington state institute for public policy.

6 (17) \$27,000 of the general fund—state appropriation for fiscal  
7 year 2019 is provided solely for implementation of Engrossed Second  
8 Substitute House Bill No. 2009 (gold star families/higher education).  
9 If the bill is not enacted by June 30, 2018, the amount provided in  
10 this subsection shall lapse.

11 (18) \$150,000 of the general fund—state appropriation for fiscal  
12 year 2019 is provided to the Washington state institute for public  
13 policy solely for additional research related to marijuana. In  
14 addition to those activities performed pursuant to Initiative Measure  
15 No. 502, the institute must:

16 (a) Update the inventory of programs for the prevention and  
17 treatment of youth cannabis use published in December 2016; and

18 (b) Examine current data collection methods measuring use of  
19 cannabis by youth and report to the legislature on potential ways to  
20 improve data collection and comparisons; and

21 (c) To the extent information is available, identify effective  
22 methods used to reduce or eliminate the unlicensed cultivation or  
23 distribution of marijuana or marijuana containing products in  
24 jurisdictions with existing recreational and/or medical marijuana  
25 markets.

26 (19) \$37,000 of the general fund—state appropriation for fiscal  
27 year 2019 is provided solely for implementation of Engrossed Second  
28 Substitute House Bill No. 1561 (open educational resources). If the  
29 bill is not enacted by June 30, 2018, the amount provided in this  
30 subsection shall lapse.

31 (20) \$111,000 of the general fund—state appropriation for fiscal  
32 year 2018 and \$20,000 of the general fund—state appropriation for  
33 fiscal year 2019 are provided solely for implementation of chapter  
34 205, Laws of 2016 (2SHB 2449) (truancy reduction).

35 (21)(a) \$100,000 of the general fund—state appropriation for  
36 fiscal year 2019 is provided solely for the Washington state  
37 institute for public policy shall conduct a statewide study on the  
38 needs of dually involved females. To the extent possible, the study  
39 must review available data for the following purposes:

1 (i) Understanding the prevalence and demographics of the dually  
2 involved female population and their families;

3 (ii) Tracking outcomes for this population including, but not  
4 limited to, academic, social, and vocational achievement; and

5 (iii) Surveying other states' systems that address and treat the  
6 needs of this population.

7 (b) To the extent possible, the data should be disaggregated by  
8 race and ethnicity, gender, sexual orientation and gender identity,  
9 county of residence, and other relevant variables.

10 (c) The study should include a cost-benefit analysis of programs  
11 for dually involved females that would show evidence of avoidance of  
12 costs associated with public welfare programs or would demonstrate  
13 higher educational attainment.

14 (d) By July 1, 2019, the Washington state institute for public  
15 policy shall submit its study findings to the legislative fiscal and  
16 policy committees with responsibility for child welfare and juvenile  
17 justice issues.

18 (22) \$57,000 of the general fund—state appropriation for fiscal  
19 year 2019 is provided solely for the Washington institute for public  
20 policy to conduct a review of the available research literature on  
21 step therapy protocol usage, including any rigorous evidence  
22 concerning positive or negative health outcomes resulting from step  
23 therapy protocol usage. The institute must also review any rigorous  
24 evidence regarding the effectiveness of exceptions to the use of step  
25 therapy in improving health outcomes and reducing adverse events, and  
26 provide a summary of step therapy protocol exceptions that have been  
27 codified in other states. The institute must submit a report on its  
28 findings to the appropriate committees of the senate and house of  
29 representatives by December 1, 2018.

30 (23)(a) \$25,000 of the general fund—state appropriation for  
31 fiscal year 2018 and \$55,000 of the general fund—state appropriation  
32 for fiscal year 2019 are provided solely for the Washington state  
33 institute of public policy to review the higher education funding  
34 models in ten states with higher education systems that are similar  
35 to Washington state, and report to the legislature by November 1,  
36 2018. The review must include a breakdown of:

37 (i) The method used to determine state funding levels for  
38 institutions of higher education;

1 (ii) The proportion of state funding that comes from the state  
2 general fund or that state's equivalent accounts for salary and  
3 benefit increases at institutions of higher education;

4 (iii) The manner in which salary and benefit increases are  
5 determined at or on behalf of employees at institutions of higher  
6 education;

7 (iv) The total proportion of state funding that comes from the  
8 state general fund or that state's equivalent accounts for  
9 institutions of higher education.

10 (b) The office of financial management in consultation with the  
11 state board for community and technical colleges and the council of  
12 presidents, may use information in the report to present funding  
13 options to the legislature. The legislature shall consider any  
14 options that are made available by the office of financial management  
15 under this subsection when making future decisions about funding for  
16 salaries and benefits during the 2019-2021 biennium.

17 (24) \$124,000 of the general fund—state appropriation for fiscal  
18 year 2019 is provided solely for implementation of Engrossed Second  
19 Substitute Senate Bill No. 6029 (student loan bill of rights). If the  
20 bill is not enacted by June 30, 2018, the amounts provided in this  
21 subsection shall lapse.

22 **Sec. 607.** 2017 3rd sp.s. c 1 s 611 (uncodified) is amended to  
23 read as follows:

24 **FOR WESTERN WASHINGTON UNIVERSITY**

|    |  |           |                                |
|----|--|-----------|--------------------------------|
| 25 | General Fund—State Appropriation (FY 2018)                   | . . . . . | (( <del>\$70,456,000</del> ))  |
| 26 |  |           | <u>\$70,475,000</u>            |
| 27 | General Fund—State Appropriation (FY 2019)                   | . . . . . | (( <del>\$72,950,000</del> ))  |
| 28 |  |           | <u>\$74,825,000</u>            |
| 29 | Education Legacy Trust Account—State Appropriation           | . . .     | \$13,831,000                   |
| 30 | Western Washington University Capital Projects               |           |                                |
| 31 | Account—State Appropriation (FY 2018)                        | . . . . . | \$771,000                      |
| 32 | Western Washington University Capital Projects Account—State |           |                                |
| 33 | Appropriation (FY 2019)                                      | . . . . . | \$712,000                      |
| 34 | TOTAL APPROPRIATION  | . . . . . | (( <del>\$158,720,000</del> )) |
| 35 |  |           | <u>\$160,614,000</u>           |

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

1 (1) The university must continue work with the education research  
2 and data center to demonstrate progress in computer science and  
3 engineering enrollments. By September 1st of each year, the  
4 university shall provide a report including but not limited to the  
5 cost per student, student completion rates, and the number of low-  
6 income students enrolled in each program, any process changes or  
7 best-practices implemented by the university, and how many students  
8 are enrolled in computer science and engineering programs above the  
9 prior academic year.

10 (2) \$630,000 of the general fund—state appropriation for fiscal  
11 year 2018 and \$630,000 of the general fund—state appropriation for  
12 fiscal year 2019 are provided solely for the computer and information  
13 systems security program located at Olympic college - Poulsbo. The  
14 university is expected to enroll 30 students each academic year  
15 beginning in fiscal year 2017. The university must identify these  
16 students separately when providing data to the educational data  
17 centers as required in (1) of this section.

18 (3) Western Washington University shall not use funds  
19 appropriated in this section to support intercollegiate athletics  
20 programs.

21 (4) (~~(\$15,326,000)~~) \$15,416,000 of the general fund—state  
22 appropriation for fiscal year 2018 and (~~(\$15,632,000)~~) \$15,801,000 of  
23 the general fund—state appropriation for fiscal year 2019 are  
24 provided solely for the implementation of the college affordability  
25 program as set forth in RCW 28B.15.066.

26 (5) The appropriations in this section include sufficient funding  
27 for the implementation of chapter 154, Laws of 2017 (SSB 5022)  
28 (education loan information).

29 (6) The appropriations in this section include sufficient funding  
30 for the implementation of chapter 177, Laws of 2017 (SSB 5100)  
31 (financial literacy seminars).

32 (7) \$500,000 of the general fund—state appropriation for fiscal  
33 year 2018 and \$500,000 of the general fund—state appropriation for  
34 fiscal year 2019 are provided solely for programs or initiatives  
35 designed to improve student academic success and increase degree  
36 completion.

37 (8) Within amounts appropriated in this section, the university  
38 is encouraged to increase the number of tenure-track positions  
39 created and hired.

1 (9) \$39,000 of the general fund—state appropriation for fiscal  
2 year 2019 is provided solely for implementation of Engrossed Second  
3 Substitute House Bill No. 2009 (gold star families/higher education).  
4 If the bill is not enacted by June 30, 2018, the amount provided in  
5 this subsection shall lapse.

6 (10) \$700,000 of the general fund—state appropriation for fiscal  
7 year 2019 is provided solely for the creation and implementation of  
8 an early childhood education degree program at the western on the  
9 peninsulas campus. The university must collaborate with Olympic  
10 college. At full implementation, the university is expected to grant  
11 approximately 75 bachelor's degrees in early childhood education per  
12 year at the western on the peninsulas campus.

13 (11) \$70,000 of the general fund—state appropriation for fiscal  
14 year 2019 is provided solely for a study of the feasibility of the  
15 university creating a four-year degree-granting campus on the Kitsap  
16 or Olympic peninsula. The university shall submit a report on the  
17 findings of the study to the governor and appropriate committees of  
18 the legislature by December 2018.

19 (12) \$24,000 of the general fund—state appropriation for fiscal  
20 year 2019 is provided solely for implementation of Senate Bill No.  
21 5028 (Native American curriculum). If the bill is not enacted by June  
22 30, 2018, the amount provided in this subsection shall lapse.

23 (13) \$1,306,000 of the general fund—state appropriation for  
24 fiscal year 2019 is provided solely for Western Washington University  
25 to develop a new program in marine, coastal, and watershed sciences.

26 **Sec. 608.** 2017 3rd sp.s. c 1 s 612 (uncodified) is amended to  
27 read as follows:

28 **FOR THE STUDENT ACHIEVEMENT COUNCIL—POLICY COORDINATION AND**  
29 **ADMINISTRATION**

|    |  |           |                                    |
|----|--|-----------|------------------------------------|
| 30 | General Fund—State Appropriation (FY 2018)         | . . . . . | (( <del>\$5,640,000</del> ))       |
| 31 |  |           | <u>\$5,373,000</u>                 |
| 32 | General Fund—State Appropriation (FY 2019)         | . . . . . | (( <del>\$5,791,000</del> ))       |
| 33 |  |           | <u>\$6,704,000</u>                 |
| 34 | General Fund—Federal Appropriation                 | . . . . . | (( <del>\$4,892,000</del> ))       |
| 35 |  |           | <u>\$4,890,000</u>                 |
| 36 | <u>Pension Funding Stabilization Account—State</u> |           |                                    |
| 37 | <u>Appropriation.</u>                              | . . . . . | <u>\$535,000</u>                   |
| 38 | <u>TOTAL APPROPRIATION.</u>                        | . . . . . | <u>((<del>\$16,323,000</del>))</u> |

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

(1) \$20,000 of the general fund—state appropriation for fiscal year 2018 is provided solely for administrative costs to implement the expansion of the college bound scholarship program for foster youth, pursuant to Engrossed Substitute Senate Bill No. 5890 (foster care and adoption). If the bill is not enacted by July 31, 2017, the amount provided in this subsection shall lapse.

(2) \$363,000 of the general fund—state appropriation for fiscal year 2019 is provided solely for implementation of Engrossed Second Substitute House Bill No. 2143 (higher education financial aid). If the bill is not enacted by June 30, 2018, the amount provided in this subsection shall lapse.

(3) \$126,000 of the general fund—state appropriation for fiscal year 2019 is provided solely for the consumer protection unit.

(4) \$245,000 of the general fund—state appropriation for fiscal year 2019 is provided solely for implementation of Engrossed Second Substitute Senate Bill No. 6029 (student loan bill of rights). If the bill is not enacted by June 30, 2018, the amount provided in this subsection shall lapse.

(5) \$15,000 of the general fund—state appropriation for fiscal year 2019 is provided solely for implementation of House Bill No. 1499 (student loan disbursement). If the bill is not enacted by June 30, 2018, the amount provided in this subsection shall lapse.

(6) \$444,000 of the general fund—state appropriation for fiscal year 2019 is provided solely for implementation of Engrossed Second Substitute House Bill No. 1439 (higher education student protection). If the bill is not enacted by June 30, 2018, the amount provided in this subsection shall lapse.

Sec. 609. 2017 3rd sp.s. c 1 s 613 (uncodified) is amended to read as follows:

**FOR THE STUDENT ACHIEVEMENT COUNCIL—OFFICE OF STUDENT FINANCIAL ASSISTANCE**

|  |         |                                  |
|--|---------|----------------------------------|
| General Fund—State Appropriation (FY 2018) | . . . . | ((( <del>\$238,397,000</del> ))) |
|  |         | <u>\$238,388,000</u>             |
| General Fund—State Appropriation (FY 2019) | . . . . | ((( <del>\$242,726,000</del> ))) |
|  |         | <u>\$262,875,000</u>             |

|    |   |                                |
|----|---|--------------------------------|
| 1  | General Fund—Federal Appropriation . . . . .                              | (( <del>\$11,906,000</del> ))  |
| 2  |   | <u>\$11,903,000</u>            |
| 3  | General Fund—Private/Local Appropriation . . . . .                        | \$300,000                      |
| 4  | Education Legacy Trust Account—State Appropriation . . . . .              | (( <del>\$99,955,000</del> ))  |
| 5  |   | <u>\$104,291,000</u>           |
| 6  | WA Opportunity Pathways Account—State                                     |                                |
| 7  | Appropriation . . . . .   | (( <del>\$117,389,000</del> )) |
| 8  |   | <u>\$122,350,000</u>           |
| 9  | Aerospace Training Student Loan Account—State                             |                                |
| 10 | Appropriation . . . . .   | \$208,000                      |
| 11 | Health Professionals Loan Repayment and Scholarship                       |                                |
| 12 | Program Account—State Appropriation . . . . .                             | \$4,720,000                    |
| 13 | <u>Pension Funding Stabilization Account—State Appropriation. . . . .</u> | <u>\$18,000</u>                |
| 14 | TOTAL APPROPRIATION. . . . .  | (( <del>\$715,601,000</del> )) |
| 15 |   | <u>\$745,053,000</u>           |

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

18       (1) \$229,157,000 of the general fund—state appropriation for  
19 fiscal year 2018, ((~~\$233,928,000~~)) \$252,428,000 of the general fund—  
20 state appropriation for fiscal year 2019, \$69,376,000 of the  
21 education legacy trust account—state appropriation, and \$88,000,000  
22 of the Washington opportunity pathways account—state appropriation  
23 are provided solely for student financial aid payments under the  
24 state need grant and state work study programs, including up to four  
25 percent administrative allowance for the state work study program.

26       (2)(a) For the 2017-2019 fiscal biennium, state need grant awards  
27 given to private for-profit institutions shall be the same amount as  
28 the prior year.

29       (b) For the 2017-2019 fiscal biennium, grant awards given to  
30 private four-year not-for-profit institutions shall be set at the  
31 same level as the average grant award for public research  
32 universities. Increases in awards given to private four-year not-for-  
33 profit institutions shall align with annual tuition increases for  
34 public research institutions.

35       (3) Changes made to the state work study program in the 2009-2011  
36 and 2011-2013 fiscal biennia are continued in the 2017-2019 fiscal  
37 biennium including maintaining the increased required employer share  
38 of wages; adjusted employer match rates; discontinuation of  
39 nonresident student eligibility for the program; and revising

1 distribution methods to institutions by taking into consideration  
2 other factors such as off-campus job development, historical  
3 utilization trends, and student need.

4 (4) Within the funds appropriated in this section, eligibility  
5 for the state need grant includes students with family incomes at or  
6 below 70 percent of the state median family income (MFI), adjusted  
7 for family size, and shall include students enrolled in three to five  
8 credit-bearing quarter credits, or the equivalent semester credits.  
9 Awards for students with incomes between 51 and 70 percent of the  
10 state median shall be prorated at the following percentages of the  
11 award amount granted to those with incomes below 51 percent of the  
12 MFI: 70 percent for students with family incomes between 51 and 55  
13 percent MFI; 65 percent for students with family incomes between 56  
14 and 60 percent MFI; 60 percent for students with family incomes  
15 between 61 and 65 percent MFI; and 50 percent for students with  
16 family incomes between 66 and 70 percent MFI.

17 (5) Of the amounts provided in subsection (1) of this section,  
18 \$100,000 of the general fund—state appropriation for fiscal year 2018  
19 and \$100,000 of the general fund—state appropriation for fiscal year  
20 2019 are provided for the council to process an alternative financial  
21 aid application system pursuant to RCW 28B.92.010.

22 (6) Students who are eligible for the college bound scholarship  
23 shall be given priority for the state need grant program. These  
24 eligible college bound students whose family incomes are in the 0-65  
25 percent median family income ranges must be awarded the maximum state  
26 need grant for which they are eligible under state policies and may  
27 not be denied maximum state need grant funding due to institutional  
28 policies or delayed awarding of college bound scholarship students.  
29 The council shall provide directions to institutions to maximize the  
30 number of college bound scholarship students receiving the maximum  
31 state need grant for which they are eligible with a goal of 100  
32 percent coordination. Institutions shall identify all college bound  
33 scholarship students to receive state need grant priority. If an  
34 institution is unable to identify all college bound scholarship  
35 students at the time of initial state aid packaging, the institution  
36 should reserve state need grant funding sufficient to cover the  
37 projected enrollments of college bound scholarship students.

38 (7) \$15,849,000 of the education legacy trust account—state  
39 appropriation and (~~(\$29,389,000)~~) \$34,350,000 of the Washington



1 opportunity pathways account—state appropriation are provided solely  
2 for the college bound scholarship program and may support  
3 scholarships for summer session. The office of student financial  
4 assistance and the institutions of higher education shall consider  
5 awards made by the opportunity scholarship program to be state-funded  
6 for the purpose of determining the value of an award amount under RCW  
7 28B.118.010.

8 (8) \$2,236,000 of the general fund—state appropriation for fiscal  
9 year 2018 and (~~(\$2,236,000)~~) \$2,795,000 of the general fund—state  
10 appropriation for fiscal year 2019 are provided solely for the  
11 passport to college program. The maximum scholarship award is up to  
12 \$5,000. The council shall contract with a nonprofit organization to  
13 provide support services to increase student completion in their  
14 postsecondary program and shall, under this contract, provide a  
15 minimum of \$500,000 in fiscal years 2018 and 2019 for this purpose.  
16 Of the amounts in this subsection, \$559,000 of the general fund—state  
17 appropriation for fiscal year 2019 is provided solely for  
18 implementation of Second Substitute Senate Bill No. 6274  
19 (apprenticeships/foster). If the bill is not enacted by June 30,  
20 2018, this portion of the amount provided in this subsection shall  
21 lapse.

22 (9) (~~(\$14,730,000)~~) \$19,066,000 of the education legacy trust  
23 account—state appropriation is provided solely to meet state match  
24 requirements associated with the opportunity scholarship program. The  
25 legislature will evaluate subsequent appropriations to the  
26 opportunity scholarship program based on the extent that additional  
27 private contributions are made, program spending patterns, and fund  
28 balance.

29 (10) \$2,325,000 of the general fund—state appropriation for  
30 fiscal year 2018 and \$2,325,000 of the general fund—state  
31 appropriation for fiscal year 2019 are provided solely for  
32 expenditure into the health professionals loan repayment and  
33 scholarship program account. These amounts and \$4,720,000  
34 appropriated from the health professionals loan repayment and  
35 scholarship program account must be used to increase the number of  
36 licensed primary care health professionals to serve in licensed  
37 primary care health professional critical shortage areas. Contracts  
38 between the office and program recipients must guarantee at least  
39 three years of conditional loan repayments. The office of student

1 financial assistance and the department of health shall prioritize a  
2 portion of any nonfederal balances in the health professional loan  
3 repayment and scholarship fund for conditional loan repayment  
4 contracts with psychiatrists and with advanced registered nurse  
5 practitioners for work at one of the state-operated psychiatric  
6 hospitals. The office and department shall designate the state  
7 hospitals as health professional shortage areas if necessary for this  
8 purpose. The office shall coordinate with the department of social  
9 and health services to effectively incorporate three conditional loan  
10 repayments into the department's advanced psychiatric professional  
11 recruitment and retention strategies. The office may use these  
12 targeted amounts for other program participants should there be any  
13 remaining amounts after eligible psychiatrists and advanced  
14 registered nurse practitioners have been served. The office shall  
15 also work to prioritize loan repayments to professionals working at  
16 health care delivery sites that demonstrate a commitment to serving  
17 uninsured clients. It is the intent of the legislature to provide  
18 funding to maintain the current number and amount of awards for the  
19 program in the 2019-2021 biennium on the basis of these contractual  
20 obligations.

21 (11) \$42,000 of the general fund—state appropriation for fiscal  
22 year 2018 and \$42,000 of the general fund—state appropriation for  
23 fiscal year 2019 are provided solely for the council to design and  
24 implement a program that provides customized information to high-  
25 achieving (as determined by local school districts), low-income, high  
26 school students. "Low-income" means students who are from low-income  
27 families as defined by the education data center in RCW 43.41.400.  
28 For the purposes of designing, developing, and implementing the  
29 program, the council shall partner with a national entity that offers  
30 aptitude tests and shall consult with institutions of higher  
31 education with a physical location in Washington. The council shall  
32 implement the program no later than fall 2016, giving consideration  
33 to spring mailings in order to capture early action decisions offered  
34 by institutions of higher education and nonprofit baccalaureate  
35 degree-granting institutions. The information packet for students  
36 must include at a minimum:

- 37 (a) Materials that help students to choose colleges;
- 38 (b) An application guidance booklet;
- 39 (c) Application fee waivers, if available, for four-year
- 40 institutions of higher education and independent nonprofit

1 baccalaureate degree-granting institutions in the state that enable  
2 students receiving a packet to apply without paying application fees;

3 (d) Information on college affordability and financial aid that  
4 includes information on the net cost of attendance for each four-year  
5 institution of higher education and each nonprofit baccalaureate  
6 degree-granting institution, and information on merit and need-based  
7 aid from federal, state, and institutional sources; and

8 (e) A personally addressed cover letter signed by the governor  
9 and the president of each four-year institution of higher education  
10 and nonprofit baccalaureate degree-granting institution in the state.

11 (12) \$500,000 of the general fund—state appropriation for fiscal  
12 year 2019 is provided solely for implementation of House Bill No.  
13 1452 (opportunity scholarship program). If the bill is not enacted by  
14 June 30, 2018, the amount provided in this subsection shall lapse.

15 (13) \$500,000 of the general fund—state appropriation for fiscal  
16 year 2019 is provided solely for implementation of Substitute Senate  
17 Bill No. 6514 (higher education behavioral health). If the bill is  
18 not enacted by June 30, 2018, the amount provided in this subsection  
19 shall lapse.

20 (14) \$100,000 of the general fund—state appropriation for fiscal  
21 year 2019 is provided solely for implementation of Engrossed Second  
22 Substitute House Bill No. 1561 (open educational resources). If the  
23 bill is not enacted by June 30, 2018, the amount provided in this  
24 subsection shall lapse.

25 **Sec. 610.** 2017 3rd sp.s. c 1 s 614 (uncodified) is amended to  
26 read as follows:

27 **FOR THE WORKFORCE TRAINING AND EDUCATION COORDINATING BOARD**

|    |  |           |                               |
|----|--|-----------|-------------------------------|
| 28 | General Fund—State Appropriation (FY 2018)         | . . . . . | (( <del>\$1,881,000</del> ))  |
| 29 |  |           | <u>\$1,844,000</u>            |
| 30 | General Fund—State Appropriation (FY 2019)         | . . . . . | (( <del>\$1,795,000</del> ))  |
| 31 |  |           | <u>\$1,994,000</u>            |
| 32 | General Fund—Federal Appropriation                 | . . . . . | (( <del>\$55,279,000</del> )) |
| 33 |  |           | <u>\$55,275,000</u>           |
| 34 | General Fund—Private/Local Appropriation           | . . . . . | \$208,000                     |
| 35 | <u>Pension Funding Stabilization Account—State</u> |           |                               |
| 36 | <u>Appropriation.</u>                              | . . . . . | <u>\$176,000</u>              |
| 37 | TOTAL APPROPRIATION.                               | . . . . . | (( <del>\$59,163,000</del> )) |
| 38 |  |           | <u>\$59,497,000</u>           |

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

3 (1) For the 2017-2019 fiscal biennium the board shall not  
4 designate recipients of the Washington award for vocational  
5 excellence or recognize them at award ceremonies as provided in RCW  
6 28C.04.535.

7 (2) The health workforce council of the state workforce training  
8 and education coordinating board, in partnership with work underway  
9 with the office of the governor, shall, within resources available  
10 for such purpose, but not to exceed \$250,000, assess workforce  
11 shortages across behavioral health disciplines. The board shall  
12 create a recommended action plan to address behavioral health  
13 workforce shortages and to meet the increased demand for services  
14 now, and with the integration of behavioral health and primary care  
15 in 2020. The analysis and recommended action plan shall align with  
16 the recommendations of the adult behavioral health system task force  
17 and related work of the healthier Washington initiative. The board  
18 shall consider workforce data, gaps, distribution, pipeline,  
19 development, and infrastructure, including innovative high school,  
20 postsecondary, and postgraduate programs to evolve, align, and  
21 respond accordingly to our state's behavioral health and related and  
22 integrated primary care workforce needs. The board will continue its  
23 work and submit final recommendations in calendar year 2017.

24 (3) \$22,000 of the general fund—state appropriation for fiscal  
25 year 2018 is provided solely for implementation of chapter 154, Laws  
26 of 2017 (SSB 5022) (education loan information).

27 (4) \$114,000 of the general fund—state appropriation for fiscal  
28 year 2018 and \$57,000 of the general fund—state appropriation for  
29 fiscal year 2019 are provided solely for implementation of chapter  
30 182, Laws of 2017 (2SSB 5285) (workforce employment sectors study).

31 (5) \$29,000 of the general fund—state appropriation for fiscal  
32 year 2019 is provided solely for implementation of Engrossed Second  
33 Substitute House Bill No. 1439 (higher education student protection).  
34 If the bill is not enacted by June 30, 2018, the amount provided in  
35 this subsection shall lapse.

36 (6) \$260,000 of the general fund—state appropriation for fiscal  
37 year 2019 is provided solely for implementation of Substitute Senate  
38 Bill No. 6544 (future of work task force). If the bill is not enacted  
39 by June 30, 2018, the amount provided in this subsection shall lapse.



1 (A) Increasing child care rates comparable to market rates based  
2 on the most recent market survey;

3 (B) Increasing access to infant and toddler child care;

4 (C) Increasing access to child care in geographic areas where  
5 supply for subsidized child care does not meet the demand;

6 (D) Providing nurse consultation services to licensed providers;

7 (E) Allowing working connections child care consumers who are  
8 full-time community or technical college students to attend college  
9 full-time and not have to meet work requirements; and

10 (F) Meeting new or expanded federal mandates.

11 (ii) The secretary of the department shall consult with the  
12 chairs and ranking members of the appropriate policy committees of  
13 the legislature prior to submitting the unanticipated receipt.

14 (4)(a) (~~(\$76,650,000)~~) \$78,026,000 of the general fund—federal  
15 appropriation is provided solely for the working connections child  
16 care program under RCW 43.215.135. In order to not exceed the  
17 appropriated amount, the department shall manage the program so that  
18 the average monthly caseload does not exceed 33,000 households. The  
19 department shall give prioritized access into the program according  
20 to the following order:

21 (i) Families applying for or receiving temporary assistance for  
22 needy families (TANF);

23 (ii) TANF families curing sanction;

24 (iii) Foster children;

25 (iv) Families that include a child with special needs;

26 (v) Families in which a parent of a child in care is a minor who  
27 is not living with a parent or guardian and who is a full-time  
28 student in a high school that has a school-sponsored on-site child  
29 care center;

30 (vi) Families with a child residing with a biological parent or  
31 guardian who have received child protective services, child welfare  
32 services, or a family assessment response from the department of  
33 social and health services in the past six months, and has received a  
34 referral for child care as part of the family's case management; and

35 (vii) Families that received subsidies within the last thirty  
36 days and:

37 (A) Have reapplied for subsidies; and

38 (B) Have household income of two hundred percent federal poverty  
39 level or below; and

40 (viii) All other eligible families.

1 (b) The department of early learning and the department of social  
2 and health services must take immediate action to reduce fraud and  
3 overpayments in the working connections child care program. By  
4 December 1, 2017, the department must adopt rules to:

5 (i) Require verification of the applicant's household composition  
6 in determining eligibility for the working connections child care  
7 program. At a minimum, the department of social and health services  
8 must consult agency records for the temporary assistance for needy  
9 families program, food assistance, medical assistance, and child  
10 support enforcement to verify the applicant's household composition  
11 and other applicable eligibility criteria whenever possible. In cases  
12 where only one parent's name appears on the application and the  
13 department of social and health services cannot verify an open child  
14 support case or verify household composition through internal agency  
15 records, then the applicant must:

16 (A) Provide the name and address of the other parent or indicate,  
17 under penalty of perjury, that the other parent's identity or address  
18 are unknown to the applicant; and

19 (B) Document the presence or absence of the other parent through  
20 acceptable documentation as defined by the department in rule.

21 The department must exempt an applicant from providing  
22 information about the other parent if the department of social and  
23 health services determines the applicant has good cause not to  
24 cooperate. For the purposes of this subsection, "good cause" must  
25 include, at a minimum, consideration of the safety of domestic  
26 violence victims;

27 (ii) Authorize working connections child care payments to  
28 licensed and certified providers and in-home relative child care  
29 providers serving eligible consumers who participate in one hundred  
30 ten hours or more of approved work or related activities per calendar  
31 month within the following categories: (A) Full day care for a non-  
32 school-age child, (B) half-day care for a school-age child during the  
33 school year, and (C) full day care for a school-age child during  
34 school holidays;

35 (iii) Define the occurrence of fraud, an intentional program  
36 violation, an unintentional program violation and an administrative  
37 error;

38 (iv) Outline the administrative process for determining fraud or  
39 an intentional program violation; and

1 (v) Define the progressive disqualification process for providers  
2 who commit fraud or intentional program violation(s).

3 (c) The department, in collaboration with the department of  
4 social and health services, must submit a preliminary report by  
5 December 1, 2017, and a final report by December 1, 2018, to the  
6 governor and the appropriate fiscal and policy committees of the  
7 legislature on quality control measures for the working connections  
8 child care program. The reports must each include:

9 (i) A detailed narrative of the procurement and implementation of  
10 an improved time and attendance system, including a detailed  
11 accounting of the costs of procurement and implementation;

12 (ii) A comprehensive description of all processes, including  
13 computer algorithms and additional rule development, that the  
14 department and the department of social and health services plan to  
15 establish prior to and after full implementation of the time and  
16 attendance system. At a minimum, processes must be designed to:

17 (A) Ensure the department's auditing efforts are informed by  
18 regular and continuous alerts of the potential for overpayments;

19 (B) Avoid overpayments to the maximum extent possible and  
20 expediently recover overpayments that have occurred;

21 (C) Withhold payment from providers when necessary to incentivize  
22 receipt of the necessary documentation to complete an audit;

23 (D) Establish methods for reducing future payments or  
24 establishing repayment plans in order to recover any overpayments;

25 (E) Sanction providers, including termination of eligibility, who  
26 commit intentional program violations or fail to comply with program  
27 requirements, including compliance with any established repayment  
28 plans;

29 (F) Consider pursuit of prosecution in cases with fraudulent  
30 activity; and

31 (iii) A description of the process by which fraud is identified  
32 and how fraud investigations are prioritized and expedited.

33 (d) Beginning July 1, 2018, and annually thereafter, the  
34 department, in collaboration with the department of social and health  
35 services, must report to the governor and the appropriate fiscal and  
36 policy committees of the legislature on the status of overpayments in  
37 the working connections child care program. The report must include  
38 the following information for the previous fiscal year:

39 (i) A summary of the number of overpayments that occurred;

40 (ii) The reason for each overpayment;



1 (iii) The total cost of overpayments;

2 (iv) A comparison to overpayments that occurred in the past two  
3 preceding fiscal years; and

4 (v) Any planned modifications to internal processes that will  
5 take place in the coming fiscal year to further reduce the occurrence  
6 of overpayments.

7 (5) Within available amounts, the department in consultation with  
8 the office of financial management and the department of social and  
9 health services shall report enrollments and active caseload for the  
10 working connections child care program to the legislative fiscal  
11 committees and the legislative-executive WorkFirst oversight task  
12 force on an agreed upon schedule. The report shall also identify the  
13 number of cases participating in both temporary assistance for needy  
14 families and working connections child care. The department must also  
15 report on the number of children served through contracted slots.

16 (6) \$1,560,000 of the general fund—state appropriation for fiscal  
17 year 2018 and \$6,712,000 of the general fund—federal appropriation  
18 are provided solely for the seasonal child care program. If federal  
19 sequestration cuts are realized, cuts to the seasonal child care  
20 program must be proportional to other federal reductions made within  
21 the department.

22 (7) \$4,674,000 of the general fund—state appropriation for fiscal  
23 year 2018 is provided solely for the early childhood intervention  
24 prevention services (ECLIPSE) program. The department shall contract  
25 for ECLIPSE services to provide therapeutic child care and other  
26 specialized treatment services to abused, neglected, at-risk, and/or  
27 drug-affected children. The department shall ensure that contracted  
28 providers pursue receipt of federal funding associated with the early  
29 support for infants and toddlers program. Priority for services shall  
30 be given to children referred from the department of social and  
31 health services children's administration.

32 (8) (~~(\$44,663,000)~~) \$42,707,000 of the general fund—state  
33 appropriation for fiscal year 2018 and \$13,954,000 of the general  
34 fund—federal appropriation are provided solely to maintain the  
35 requirements set forth in chapter 7, Laws of 2015 3rd sp. sess. The  
36 department shall place a ten percent administrative overhead cap on  
37 any contract entered into with the University of Washington. In its  
38 annual report to the governor and the legislature, the department  
39 shall report the total amount of funds spent on the quality rating

1 and improvements system and the total amount of funds spent on degree  
2 incentives, scholarships, and tuition reimbursements. Of the amounts  
3 provided in this subsection, \$386,000 of the general fund—state  
4 appropriation for fiscal year 2018 is provided solely for a six  
5 percent base rate increase for child care center providers.

6 (9) \$1,728,000 of the general fund—state appropriation for fiscal  
7 year 2018 is provided solely for reducing barriers for low-income  
8 providers to participate in the early achievers program.

9 (10) \$300,000 of the general fund—state appropriation for fiscal  
10 year 2018 is provided solely for a contract with a nonprofit entity  
11 experienced in the provision of promoting early literacy for children  
12 through pediatric office visits.

13 (11) \$2,000,000 of the education legacy trust account—state  
14 appropriation is provided solely for early intervention assessment  
15 and services.

16 (12) \$7,979,000 of the general fund—federal appropriation for  
17 fiscal year 2018 is provided solely for the department to procure a  
18 time and attendance system and are subject to the conditions,  
19 limitations, and review provided in section 724 of this act.

20 (13) Information technology projects or investments and proposed  
21 projects or investments impacting time capture, payroll and payment  
22 processes and systems, eligibility, case management and authorization  
23 systems within the department of early learning are subject to  
24 technical oversight by the office of the chief information officer.  
25 The department must collaborate with the office of the chief  
26 information officer to develop a strategic business and technology  
27 architecture plan for a child care attendance and billing system that  
28 supports a statewide architecture.

29 (14)(a)(i) The department of early learning is required to  
30 provide to the education research and data center, housed at the  
31 office of financial management, data on all state-funded early  
32 childhood programs. These programs include the early support for  
33 infants and toddlers, early childhood education and assistance  
34 program (ECEAP), and the working connections and seasonal subsidized  
35 childcare programs including license exempt facilities or family,  
36 friend, and neighbor care. The data provided by the department to the  
37 education research data center must include information on children  
38 who participate in these programs, including their name and date of

1 birth, and dates the child received services at a particular  
2 facility.

3 (ii) ECEAP early learning professionals must enter any new  
4 qualifications into the department's professional development  
5 registry starting in the 2015-16 school year, and every school year  
6 thereafter. By October 2017, and every October thereafter, the  
7 department must provide updated ECEAP early learning professional  
8 data to the education research data center.

9 (iii) The department must request federally funded head start  
10 programs to voluntarily provide data to the department and the  
11 education research data center that is equivalent to what is being  
12 provided for state-funded programs.

13 (iv) The education research and data center must provide an  
14 updated report on early childhood program participation and K-12  
15 outcomes to the house of representatives appropriations committee and  
16 the senate ways and means committee using available data by November  
17 2017 for the school year ending in 2016 and again in March 2018 for  
18 the school year ending in 2017.

19 (b) The department, in consultation with the department of social  
20 and health services, must withhold payment for services to early  
21 childhood programs that do not report on the name, date of birth, and  
22 the dates a child received services at a particular facility.

23 (15) The department shall work with state and local law  
24 enforcement, federally recognized tribal governments, and tribal law  
25 enforcement to develop a process for expediting fingerprinting and  
26 data collection necessary to conduct background checks for tribal  
27 early learning and child care providers.

28 (16) \$2,651,000 of the general fund—state appropriation for  
29 fiscal year 2018 is provided solely for the 2017-2019 collective  
30 bargaining agreement covering family child care providers as set  
31 forth in section 940 of this act. Funding is contingent upon  
32 enactment of Senate Bill No. 5969 (transparency in public employee  
33 collective bargaining). If the bill is not enacted by July 31, 2017,  
34 the amount provided in this subsection shall lapse. Of the amounts  
35 provided in this subsection:

36 (a) \$273,000 is for a base rate increase;

37 (b) \$55,000 is for increasing paid professional development days  
38 from three days to five days;

1 (c) \$1,708,000 is for the family child care providers 501c3  
2 organization for the substitute pool, training and quality  
3 improvement support services, and administration;

4 (d) \$114,000 is for increasing licensing incentive payments; and

5 (e) \$500,000 is for needs based grants.

6 (17) \$175,000 of the general fund—state appropriation for fiscal  
7 year 2018 is provided solely for the department to contract with a  
8 nonprofit entity that provides quality improvement services to  
9 participants in the early achievers program to implement a community-  
10 based training module that supports licensed child care providers who  
11 have been rated in early achievers and who are specifically  
12 interested in serving children in the early childhood education and  
13 assistance program. The module must be functionally translated into  
14 Spanish and Somali. The module must prepare trainees to administer  
15 all aspects of the early childhood education and assistance program  
16 for eligible children in their licensed program and must be offered  
17 to 105 child care providers to serve children eligible for the early  
18 childhood education and assistance program by June 30, 2019.

19 (18) \$750,000 of the general fund—state appropriation for fiscal  
20 year 2018 is provided solely for the implementation of the early  
21 achievers expanded learning opportunity quality initiative pursuant  
22 to RCW 43.215.100(3)(d).

23 (19) \$267,000 of the general fund—state appropriation for fiscal  
24 year 2018 is provided solely for implementation of chapter 236, Laws  
25 of 2017 (SHB 1445) (dual language in early learning & K-12).

26 (20) \$100,000 of the general fund—state appropriation for fiscal  
27 year 2018 is provided solely for implementation of chapter 202, Laws  
28 of 2017 (E2SHB 1713) (children's mental health).

29 (21) \$5,000 of the general fund—state appropriation for fiscal  
30 year 2018 is provided solely for a child care workforce development  
31 technical work group to develop recommendations to support increased  
32 child care workforce wages, reduce turnover, enable child care  
33 providers to recruit more qualified educators, and maintain the  
34 diversity of the current workforce.

35 (a) The department shall convene and provide staff support for  
36 the technical work group. The department shall consult with advocates  
37 and stakeholders of the early learning workforce when selecting  
38 members for the technical work group. Membership of the work group

1 must consist of representatives from the following organizations and  
2 entities:

3 (i) The statewide child care resource and referral network;

4 (ii) The department;

5 (iii) The department of commerce;

6 (iv) The economic opportunity institute;

7 (v) A coalition of organizations representing nonprofits,  
8 professional associations, businesses, and industries in early  
9 learning;

10 (vi) The state board for community and technical colleges;

11 (vii) A union representing child care workers;

12 (viii) The small business administration;

13 (ix) A member consisting of either an economist or a  
14 representative of the workforce development councils;

15 (x) A representative from an early childhood education and  
16 assistance program;

17 (xi) A representative from a nonprofit child care center;

18 (xii) A representative from a private child care center; and

19 (xiii) A representative from an organization that provides  
20 culturally responsive services for early learning programs in  
21 communities with high numbers of families whose primary language is  
22 not English.

23 (b) Members of the work group may be reimbursed for travel  
24 expenses as provided in RCW 43.03.050 and 43.03.060. Funding in this  
25 subsection is provided solely for travel reimbursement of work group  
26 members and other costs to conduct the meetings. Funding provided in  
27 this subsection may not be used to contract for facilitation.

28 (c) The work group shall issue a report with recommendations and  
29 an implementation plan to the governor and appropriate committees of  
30 the legislature by December 1, 2018.

31 (22) \$317,000 of the general fund—state appropriation for fiscal  
32 year 2018 is provided solely for implementation of chapter 162, Laws  
33 of 2017 (SSB 5357) (outdoor early learning programs).

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

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

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

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

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

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

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

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

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

23 **Sec. 612.** 2017 3rd sp.s. c 1 s 616 (uncodified) is amended to  
24 read as follows:

25 **FOR THE STATE SCHOOL FOR THE BLIND**

|    |  |           |                               |
|----|--|-----------|-------------------------------|
| 26 | General Fund—State Appropriation (FY 2018)         | . . . . . | (( <del>\$6,976,000</del> ))  |
| 27 |  |           | <u>\$6,977,000</u>            |
| 28 | General Fund—State Appropriation (FY 2019)         | . . . . . | (( <del>\$7,427,000</del> ))  |
| 29 |  |           | <u>\$7,569,000</u>            |
| 30 | General Fund—Private/Local Appropriation           | . . . . . | \$34,000                      |
| 31 | <u>Pension Funding Stabilization Account—State</u> |           |                               |
| 32 | <u>Appropriation.</u>                              | . . . . . | \$591,000                     |
| 33 | TOTAL APPROPRIATION.                               | . . . . . | (( <del>\$14,437,000</del> )) |
| 34 |  |           | <u>\$15,171,000</u>           |

35 The appropriations in this section are subject to the following  
36 conditions and limitations: Funding provided in this section is  
37 sufficient for the school to offer to students enrolled in grades  
38 nine through twelve for full-time instructional services at the

1 Vancouver campus with the opportunity to participate in a minimum of  
2 one thousand eighty hours of instruction and the opportunity to earn  
3 twenty-four high school credits.

4 **Sec. 613.** 2017 3rd sp.s. c 1 s 617 (uncodified) is amended to  
5 read as follows:

6 **FOR THE WASHINGTON STATE CENTER FOR CHILDHOOD DEAFNESS AND HEARING**  
7 **LOSS**

|    |  |           |                               |
|----|--|-----------|-------------------------------|
| 8  | General Fund—State Appropriation (FY 2018)         | . . . . . | (( <del>\$10,646,000</del> )) |
| 9  |  |           | <u>\$10,293,000</u>           |
| 10 | General Fund—State Appropriation (FY 2019)         | . . . . . | (( <del>\$11,679,000</del> )) |
| 11 |  |           | <u>\$11,564,000</u>           |
| 12 | <u>Pension Funding Stabilization Account—State</u> |           |                               |
| 13 | <u>Appropriation.</u>                              | . . . . . | \$727,000                     |
| 14 | TOTAL APPROPRIATION.                               | . . . . . | (( <del>\$22,325,000</del> )) |
| 15 |  |           | <u>\$22,584,000</u>           |

16 The appropriations in this section are subject to the following  
17 conditions and limitations: Funding provided in this section is  
18 sufficient for the center to offer to students enrolled in grades  
19 nine through twelve for full-time instructional services at the  
20 Vancouver campus with the opportunity to participate in a minimum of  
21 one thousand eighty hours of instruction and the opportunity to earn  
22 twenty-four high school credits.

23 **Sec. 614.** 2017 3rd sp.s. c 1 s 618 (uncodified) is amended to  
24 read as follows:

25 **FOR THE WASHINGTON STATE ARTS COMMISSION**

|    |  |           |                              |
|----|--|-----------|------------------------------|
| 26 | General Fund—State Appropriation (FY 2018)         | . . . . . | (( <del>\$1,497,000</del> )) |
| 27 |  |           | <u>\$1,418,000</u>           |
| 28 | General Fund—State Appropriation (FY 2019)         | . . . . . | (( <del>\$1,514,000</del> )) |
| 29 |  |           | <u>\$1,572,000</u>           |
| 30 | General Fund—Federal Appropriation                 | . . . . . | (( <del>\$2,124,000</del> )) |
| 31 |  |           | <u>\$2,122,000</u>           |
| 32 | General Fund—Private/Local Appropriation           | . . . . . | (( <del>\$16,000</del> ))    |
| 33 |  |           | <u>\$50,000</u>              |
| 34 | <u>Pension Funding Stabilization Account—State</u> |           |                              |
| 35 | <u>Appropriation.</u>                              | . . . . . | \$122,000                    |
| 36 | TOTAL APPROPRIATION.                               | . . . . . | (( <del>\$5,151,000</del> )) |
| 37 |  |           | <u>\$5,284,000</u>           |

1 The appropriations in this section are subject to the following  
2 conditions and limitations: (~~(\$78,000)~~) \$58,000 of the general fund—  
3 state appropriation for fiscal year 2018 and (~~(\$78,000)~~) \$98,000 of  
4 the general fund—state appropriation for fiscal year 2019 are  
5 provided solely to implement chapter 240, Laws of 2017 (creative  
6 districts).

7 **Sec. 615.** 2017 3rd sp.s. c 1 s 619 (uncodified) is amended to  
8 read as follows:

9 **FOR THE WASHINGTON STATE HISTORICAL SOCIETY**

|    |  |           |                              |
|----|--|-----------|------------------------------|
| 10 | General Fund—State Appropriation (FY 2018)         | . . . . . | ( <del>(\$2,505,000)</del> ) |
| 11 |  |           | <u>\$2,474,000</u>           |
| 12 | General Fund—State Appropriation (FY 2019)         | . . . . . | ( <del>(\$2,603,000)</del> ) |
| 13 |  |           | <u>\$2,833,000</u>           |
| 14 | <u>Pension Funding Stabilization Account—State</u> |           |                              |
| 15 | <u>Appropriation.</u>                              | . . . . . | \$230,000                    |
| 16 | TOTAL APPROPRIATION.                               | . . . . . | ( <del>(\$5,108,000)</del> ) |
| 17 |  |           | <u>\$5,537,000</u>           |

18 The appropriations in this section are subject to the following  
19 conditions and limitations: \$22,000 of the general fund—state  
20 appropriation for fiscal year 2018 and \$138,000 of the general fund—  
21 state appropriation for fiscal year 2019 are provided solely to  
22 commemorate the centennial of national women's suffrage.

23 **Sec. 616.** 2017 3rd sp.s. c 1 s 620 (uncodified) is amended to  
24 read as follows:

25 **FOR THE EASTERN WASHINGTON STATE HISTORICAL SOCIETY**

|    |  |           |                              |
|----|--|-----------|------------------------------|
| 26 | General Fund—State Appropriation (FY 2018)         | . . . . . | ( <del>(\$1,991,000)</del> ) |
| 27 |  |           | <u>\$1,926,000</u>           |
| 28 | General Fund—State Appropriation (FY 2019)         | . . . . . | ( <del>(\$2,044,000)</del> ) |
| 29 |  |           | <u>\$2,092,000</u>           |
| 30 | <u>Pension Funding Stabilization Account—State</u> |           |                              |
| 31 | <u>Appropriation.</u>                              | . . . . . | \$213,000                    |
| 32 | TOTAL APPROPRIATION.                               | . . . . . | ( <del>(\$4,035,000)</del> ) |
| 33 |  |           | <u>\$4,231,000</u>           |

(End of part)



PART VII

SPECIAL APPROPRIATIONS

Sec. 701. 2017 3rd sp.s. c 1 s 701 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER—BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR DEBT SUBJECT TO THE DEBT LIMIT

Table with 2 columns: Description and Amount. Rows include General Fund—State Appropriation (FY 2018), General Fund—State Appropriation (FY 2019), State Building Construction Account—State Appropriation, Columbia River Basin Water Supply—State Appropriation, State Taxable Building Construction Account—State Appropriation, Debt-Limit Reimbursable Bond Retire Account—State Appropriation, and TOTAL APPROPRIATION.

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriations are for expenditure into the debt-limit general fund bond retirement account.

Sec. 702. 2017 3rd sp.s. c 1 s 703 (uncodified) is amended to read as follows:

FOR THE STATE TREASURER—BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR BOND SALE EXPENSES

Table with 2 columns: Description and Amount. Rows include General Fund—State Appropriation (FY 2018), General Fund—State Appropriation (FY 2019), State Building Construction Account—State Appropriation, Columbia River Basin Water Supply—State Appropriation, Columbia River Basin Taxable Bond Water Supply—State Appropriation, and State Taxable Building Construction Account—State Appropriation.

1 TOTAL APPROPRIATION. . . . . ((~~\$5,214,000~~))  
2 \$5,213,000

3 NEW SECTION. Sec. 703. A new section is added to 2017 3rd sp.s.  
4 c 1 (uncodified) to read as follows:

5 **FOR SUNDRY CLAIMS**

6 The following sums, or so much thereof as may be necessary, are  
7 appropriated from the general fund for fiscal year 2018, unless  
8 otherwise indicated, for relief of various individuals, firms, and  
9 corporations for sundry claims.

10 (1) These appropriations are to be disbursed on vouchers approved  
11 by the director of the department of enterprise services, except as  
12 otherwise provided, for reimbursement of criminal defendants  
13 acquitted on the basis of self-defense, pursuant to RCW 9A.16.110, as  
14 follows:

- 15 (a) John Weiler, claim number 99970144. . . . . \$7,975
- 16 (b) Samson Asfaw, claim number 99970145. . . . . \$18,873
- 17 (c) Kevon Turner, claim number 99970147. . . . . \$9,750
- 18 (d) Arthur Eshe, claim number 99970148. . . . . \$12,900
- 19 (e) Woody J. Pierson, claim number 99970235. . . . . \$19,789
- 20 (f) Steve Sainsbury, claim number 99970236. . . . . \$10,000

21 (2) These appropriations are to be disbursed on vouchers approved  
22 by the director of the department of enterprise services, except as  
23 otherwise provided, for payment of compensation for wrongful  
24 convictions pursuant to RCW 4.100.060, as follows:

25 Robert Larson, Tyler Gassman, and Paul Statler, claim numbers  
26 99970072-99970074. . . . . \$79,000

27 NEW SECTION. Sec. 704. A new section is added to 2017 3rd sp.s.  
28 c 1 (uncodified) to read as follows:

29 **FOR THE OFFICE OF FINANCIAL MANAGEMENT—SCHOOL EMPLOYEES' INSURANCE**  
30 **ADMINISTRATIVE ACCOUNT**

31 General Fund—State Appropriation (FY 2018). . . . . \$11,307,000  
32 General Fund—State Appropriation (FY 2019). . . . . \$17,423,000  
33 TOTAL APPROPRIATION. . . . . \$28,730,000

34 The appropriation in this section is subject to the following  
35 conditions and limitations: The appropriations in this section, or so  
36 much thereof as may be necessary, are provided solely for expenditure  
37 into the school employees' insurance administrative account for

1 start-up costs for the school employees' benefits program pursuant to  
 2 chapter 13, Laws of 2017 3rd sp. sess. It is the intent of the  
 3 legislature that this amount, plus interest as determined by the  
 4 treasurer, be repaid to the general fund—state during the 2019-2021  
 5 fiscal biennium.

6 **Sec. 705.** 2017 3rd sp.s. c 1 s 708 (uncodified) is amended to  
 7 read as follows:

8 **FOR THE STATE TREASURER—COUNTY PUBLIC HEALTH ASSISTANCE**

|    |  |           |              |
|----|--|-----------|--------------|
| 9  | General Fund—State Appropriation (FY 2018) | . . . . . | \$36,386,000 |
| 10 | General Fund—State Appropriation (FY 2019) | . . . . . | \$36,386,000 |
| 11 | TOTAL APPROPRIATION.                       | . . . . . | \$72,772,000 |

12 The appropriations in this section are subject to the following  
 13 conditions and limitations: The state treasurer shall distribute the  
 14 appropriations to the following counties and health districts in the  
 15 amounts designated to support public health services, including  
 16 public health nursing:

| 17 | <b>Health District</b>   | <b>FY 2018</b> | <b>FY 2019</b> | <b>2017-2019</b> |
|----|--|----------------|----------------|------------------|
| 18 |  |                |                | <b>Biennium</b>  |
| 19 | <del>((Adams County Health District))</del> <u>Adams County</u>        | \$121,213      | \$121,213      | \$242,426        |
| 20 | <u>Integrated Health Care Services</u>                                 |                |                |                  |
| 21 | Asotin County Health District  | \$159,890      | \$159,890      | \$319,780        |
| 22 | Benton-Franklin Health District  | \$1,614,337    | \$1,614,337    | \$3,228,674      |
| 23 | Chelan-Douglas Health District   | \$399,634      | \$399,634      | \$799,268        |
| 24 | Clallam County Health and Human Services Department                    | \$291,401      | \$291,401      | \$582,802        |
| 25 | <del>((Clark County Health District))</del> <u>Clark County Public</u> | \$1,767,341    | \$1,767,341    | \$3,534,682      |
| 26 | <u>Health</u>  |                |                |                  |
| 27 | <del>((Skamania County Health Department))</del> <u>Skamania</u>       | \$111,327      | \$111,327      | \$222,654        |
| 28 | <u>County Community Health</u>   |                |                |                  |
| 29 | Columbia County Health District  | \$119,991      | \$119,991      | \$239,982        |
| 30 | <del>((Cowlitz County Health Department))</del> <u>Cowlitz County</u>  | \$477,981      | \$477,981      | \$955,962        |
| 31 | <u>Health and Human Services</u>                                       |                |                |                  |
| 32 | Garfield County Health District  | \$93,154       | \$93,154       | \$186,308        |
| 33 | Grant County Health District   | \$297,761      | \$297,761      | \$595,522        |
| 34 | <del>((Grays Harbor Health Department))</del> <u>Grays Harbor</u>      | \$335,666      | \$335,666      | \$671,332        |
| 35 | <u>Public Health and Social Services</u>                               |                |                |                  |

|    |   |              |              |              |
|----|---|--------------|--------------|--------------|
| 1  | Island County Health Department                                       | \$255,224    | \$255,224    | \$510,448    |
| 2  | <del>((Jefferson County Health and Human Services))</del>             | \$184,080    | \$184,080    | \$368,160    |
| 3  | <u>Jefferson County Public Health</u>                                 |              |              |              |
| 4  | <del>((Seattle-King County Department of Public Health))</del>        | \$12,685,521 | \$12,685,521 | \$25,371,042 |
| 5  | <u>Public Health - Seattle &amp; King County</u>                      |              |              |              |
| 6  | <del>((Bremerton-Kitsap County Health District))</del> <u>Kitsap</u>  | \$997,476    | \$997,476    | \$1,994,952  |
| 7  | <u>Public Health District</u>   |              |              |              |
| 8  | Kittitas County <u>Public Health</u> <del>((Department))</del>        | \$198,979    | \$198,979    | \$397,958    |
| 9  | Klickitat County <u>Public Health</u> <del>((Department))</del>       | \$153,784    | \$153,784    | \$307,568    |
| 10 | <del>((Lewis County Health Department))</del> <u>Lewis County</u>     | \$263,134    | \$263,134    | \$526,268    |
| 11 | <u>Public Health and Social Services</u>                              |              |              |              |
| 12 | Lincoln County Health Department                                      | \$113,917    | \$113,917    | \$227,834    |
| 13 | <del>((Mason County Department of Health Services))</del>             | \$227,448    | \$227,448    | \$454,896    |
| 14 | <u>Mason County Public Health and Human Services</u>                  |              |              |              |
| 15 | <del>((Okanogan County Health District))</del> <u>Okanogan County</u> | \$169,882    | \$169,882    | \$339,764    |
| 16 | <u>Public Health</u>  |              |              |              |
| 17 | <del>((Pacific County Health Department))</del> <u>Pacific County</u> | \$169,075    | \$169,075    | \$338,150    |
| 18 | <u>Health and Human Services</u>                                      |              |              |              |
| 19 | Tacoma-Pierce County Health Department                                | \$4,143,169  | \$4,143,169  | \$8,286,338  |
| 20 | San Juan County Health and Community Services                         | \$126,569    | \$126,569    | \$253,138    |
| 21 | Skagit County Health Department                                       | \$449,745    | \$449,745    | \$899,490    |
| 22 | Snohomish Health District   | \$3,433,291  | \$3,433,291  | \$6,866,582  |
| 23 | <del>((Spokane County Health District))</del> <u>Spokane Regional</u> | \$2,877,318  | \$2,877,318  | \$5,754,636  |
| 24 | <u>Health District</u>  |              |              |              |
| 25 | Northeast Tri-County Health District                                  | \$249,303    | \$249,303    | \$498,606    |
| 26 | <del>((Thurston County Health Department))</del> <u>Thurston</u>      | \$1,046,897  | \$1,046,897  | \$2,093,794  |
| 27 | <u>County Public Health and Social Services</u>                       |              |              |              |
| 28 | <del>((Wahkiakum County Health Department))</del> <u>Wahkiakum</u>    | \$93,181     | \$93,181     | \$186,362    |
| 29 | <u>County Health and Human Services</u>                               |              |              |              |
| 30 | <del>((Walla Walla County-City Health Department))</del> <u>Walla</u> | \$302,173    | \$302,173    | \$604,346    |
| 31 | <u>Walla County Department of Community Health</u>                    |              |              |              |
| 32 | Whatcom County Health Department                                      | \$1,214,301  | \$1,214,301  | \$2,428,602  |
| 33 | Whitman County Health Department                                      | \$189,355    | \$189,355    | \$378,710    |
| 34 | Yakima Health District  | \$1,052,482  | \$1,052,482  | \$2,104,964  |

1 TOTAL APPROPRIATIONS \$36,386,000 \$36,386,000 \$72,772,000

2 **Sec. 706.** 2017 3rd sp.s. c 1 s 720 (uncodified) is amended to  
3 read as follows:

4 **FOR THE OFFICE OF FINANCIAL MANAGEMENT—ANDY HILL CANCER RESEARCH**  
5 **ENDOWMENT FUND MATCH TRANSFER ACCOUNT**

6 General Fund—State Appropriation (FY 2018) . . . . . \$5,000,000  
7 General Fund—State Appropriation (FY 2019). . . . . \$4,000,000  
8 TOTAL APPROPRIATION. . . . . \$9,000,000

9 The appropriations in this section are subject to the following  
10 conditions and limitations: The appropriation in this section is  
11 provided solely for expenditure into the Andy Hill cancer research  
12 endowment fund match transfer account per RCW 43.348.080 to fund the  
13 Andy Hill cancer research endowment program.

14 **Sec. 707.** 2017 3rd sp.s. c 1 s 721 (uncodified) is amended to  
15 read as follows:

16 **FOR THE OFFICE OF FINANCIAL MANAGEMENT—HOME VISITING SERVICES ACCOUNT**

17 General Fund—State Appropriation (FY 2018) . . . . . \$691,000  
18 General Fund—State Appropriation (FY 2019) . . . . . (~~(\$744,000)~~)  
19 \$3,043,000  
20 TOTAL APPROPRIATION. . . . . (~~(\$1,435,000)~~)  
21 \$3,734,000

22 The appropriations in this section are subject to the following  
23 conditions and limitations: The appropriations are provided solely  
24 for expenditure into the home visiting services account for the home  
25 visiting program.

26 **Sec. 708.** 2017 3rd sp.s. c 1 s 722 (uncodified) is amended to  
27 read as follows:

28 **FOR THE OFFICE OF FINANCIAL MANAGEMENT—HEALTH PROFESSIONS ACCOUNT**

29 Dedicated Marijuana Account—State Appropriation  
30 (FY 2018) . . . . . (~~(\$352,000)~~)  
31 \$2,652,000  
32 Dedicated Marijuana Account—State Appropriation  
33 (FY 2019) . . . . . \$352,000  
34 TOTAL APPROPRIATION. . . . . (~~(\$704,000)~~)  
35 \$3,004,000

1 The appropriations in this section are subject to the following  
2 conditions and limitations: The appropriations are provided solely  
3 for expenditure into the health professions account to reimburse the  
4 account for costs incurred by the department of health for the  
5 development and administration of the marijuana authorization  
6 database.

7 **Sec. 709.** 2017 3rd sp.s. c 1 s 723 (uncodified) is amended to  
8 read as follows:

9 **FOR THE OFFICE OF FINANCIAL MANAGEMENT—LEASE COST POOL**

|    |  |                    |
|----|--|--------------------|
| 10 | General Fund—State Appropriation (FY 2018) . . . . .         | (\$9,712,000)      |
| 11 |  | <u>\$5,312,000</u> |
| 12 | <u>General Fund—State Appropriation (FY 2019).</u> . . . . . | \$4,400,000        |
| 13 | General Fund—Federal Appropriation . . . . .                 | \$2,431,000        |
| 14 | TOTAL APPROPRIATION. . . . .                                 | \$12,143,000       |

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

17 (1) The appropriations in this section are provided solely for  
18 expenditure into the state agency office relocation pool account  
19 (~~created in section 949 of this act for state agency office~~  
20 ~~relocation costs as shown in LEAP omnibus document LEAS2-2017, dated~~  
21 ~~March 14, 2017, which is hereby incorporated by reference. To~~  
22 ~~facilitate the transfer of moneys from other funds and accounts that~~  
23 ~~are associated with office relocations contained in LEAP omnibus~~  
24 ~~document LEAS-2017, dated March 14, 2017, the state treasurer is~~  
25 ~~directed to transfer moneys from other funds and accounts in an~~  
26 ~~amount not to exceed \$2,431,000 to the lease cost pool in accordance~~  
27 ~~with schedules provided by the office of financial management)).~~

28 (2) Agencies may apply to the office of financial management to  
29 receive funds from the state agency office relocation pool account in  
30 an amount not to exceed the actual costs for the office relocations.

31 NEW SECTION. **Sec. 710.** 2017 3rd sp.s. c 1 s 737 (uncodified) is  
32 repealed.

33 NEW SECTION. **Sec. 711.** A new section is added to 2017 3rd sp.s.  
34 c 1 (uncodified) to read as follows:

35 **FOR THE OFFICE OF FINANCIAL MANAGEMENT—JUDICIAL INFORMATION SYSTEMS**  
36 **ACCOUNT**

1 General Fund—State Appropriation (FY 2019) . . . . . \$2,665,000

2 The appropriation in this section is subject to the following  
3 conditions and limitations: The appropriation is provided solely for  
4 expenditure into the judicial information systems account.

5 NEW SECTION. **Sec. 712.** A new section is added to 2017 3rd sp.s.  
6 c 1 (uncodified) to read as follows:

7 **FOR THE OFFICE OF FINANCIAL MANAGEMENT—JUDICIAL STABILIZATION TRUST**  
8 **ACCOUNT**

9 General Fund—State Appropriation (FY 2019) . . . . . \$1,600,000

10 The appropriation in this section is subject to the following  
11 conditions and limitations: The appropriation is provided solely for  
12 expenditure into the judicial stabilization trust account.

13 **Sec. 713.** 2017 3rd sp.s. c 1 s 724 (uncodified) is amended to  
14 read as follows:

15 **FOR THE OFFICE OF FINANCIAL MANAGEMENT—INFORMATION TECHNOLOGY**  
16 **INVESTMENT POOL**

|    |  |                     |
|----|--|---------------------|
| 17 | <u>General Fund—State Appropriation (FY 2018).</u> | <u>\$6,000,000</u>  |
| 18 | General Fund—State Appropriation (FY 2019).        | \$8,226,000         |
| 19 | <u>General Fund—Federal Appropriation.</u>         | <u>\$816,000</u>    |
| 20 | <u>Other Appropriated Funds.</u>                   | <u>\$103,000</u>    |
| 21 | <u>TOTAL APPROPRIATION.</u>                        | <u>\$15,145,000</u> |

22 (1) The appropriations in this section (~~(is)~~) are provided solely  
23 for expenditure into the information technology investment revolving  
24 account created in (~~(section 950 of this act)~~) RCW 43.41.433.

25 (a) Amounts in the account are provided solely for the following  
26 information technology projects:

27 (i) Department of services for the blind - business management  
28 system;

29 (ii) Secretary of state - modernize elections system;

30 (iii) Office of the superintendent of public instruction - school  
31 financial system redesign;

32 (iv) Department of social and health services - time, leave,  
33 attendance scheduling;

34 (v) Human rights commission - new case management database;

35 (vi) Department of health - syringe service data tracking;

1 (vii) Department of fish and wildlife - enforcement records  
2 management;

3 (viii) Department of fish and wildlife - rebuild WDFW network  
4 infrastructure;

5 (ix) Washington state patrol - dedicated state network;

6 (x) Office of the superintendent of public instruction - data  
7 center migration;

8 (xi) Office of the superintendent of public instruction - web  
9 site upgrade for ADA compliance.

10 (b) To facilitate the transfer of moneys from other funds and  
11 accounts that are associated with projects listed in (a)(i) through  
12 ~~((+iii+))~~ (xi) of this subsection, the state treasurer must transfer  
13 moneys from other funds and accounts to the information technology  
14 investment revolving account in accordance with schedules provided by  
15 the office of financial management.

16 (2) Agencies may apply to the office of financial management to  
17 receive funding from the information technology investment revolving  
18 account.

19 (3) Agencies must apply to the office of the state chief  
20 information officer for approval before proceeding with each stage of  
21 a project subject to this section. At each stage, the office of the  
22 state chief information officer must certify that the project  
23 complies with state information technology and security policy and  
24 strategies. Allocations and allotments may be made only during  
25 discrete stages of projects, which at a minimum must include a  
26 planning stage, procurement stage, and implementation and integration  
27 stage. Prior to an allocation or allotment of funds to an agency, the  
28 office of financial management, jointly with the office of the chief  
29 information officer, must deliver to the legislative fiscal  
30 committees the following information for each project receiving an  
31 allocation:

32 (a) A technology budget using a method similar to the state  
33 capital budget, identifying project costs, funding sources, and  
34 anticipated deliverables through each stage of the investment and  
35 across fiscal periods and biennia from project initiation to  
36 implementation. If the project affects more than one agency, a  
37 technology budget must be prepared for each agency;

38 (b) The technology implementation plan that includes:

39 (i) An organizational chart of the project management team that  
40 identifies team members and their roles and responsibilities;



1 (ii) The office of the chief information officer staff assigned  
2 to the project;

3 (iii) An implementation schedule covering activities, critical  
4 milestones, and deliverables at each stage of the project for the  
5 life of the project at each agency affected by the project; and

6 (iv) Performance measures used to determine that the project is  
7 on time, within budget, and meeting expectations for quality of work  
8 product.

9 (c) A letter from the office of the chief information officer  
10 certifying that:

11 (i) The project is consistent with the state's enterprise  
12 architecture and other policies developed by the office of the chief  
13 information officer;

14 (ii) The agency has the organizational capacity, preparedness,  
15 and leadership to implement the project successfully;

16 (iii) The agency has adequately assessed and minimized the risks  
17 inherent with the project;

18 (iv) The project has the management, staffing, and oversight  
19 resources needed for the cost, complexity, and risks associated with  
20 the project;

21 (v) The project has implementation schedules and performance  
22 measures for timeliness, deliverables, quality, and budget;

23 (vi) The agency has an adequate risk management plan that also  
24 enables the office of the chief information officer to assess,  
25 intervene, and take necessary action when performance measures are  
26 not being met; and

27 (vii) For any investment that does not use commercial off-the-  
28 shelf or software as a service technology solution, the proposed  
29 project represents the best business solution and should not be  
30 delayed.

31 (4) For any project that exceeds two million dollars in total  
32 funds to complete, requires more than one biennium to complete, or is  
33 financed through financial contracts, bonds, or other indebtedness:

34 (i) Quality assurance for the project must report independently  
35 to the office of the chief information officer;

36 (ii) The office of the chief information officer must review, and  
37 if necessary, revise the proposed project to ensure it is flexible  
38 and adaptable to advances in technology;

39 (iii) The technology budget must specifically identify the uses  
40 of any financing proceeds. No more than thirty percent of the

1 financing proceeds may be used for payroll-related costs for state  
2 employees assigned to project management, installation, testing, or  
3 training;

4 (iv) The agency must consult with the office of the state  
5 treasurer during the competitive procurement process to evaluate  
6 early in the process whether products and services to be solicited  
7 and the responsive bids from a solicitation may be financed; and

8 (v) The agency must consult with the contracting division of the  
9 department of enterprise services for a review of all contracts and  
10 agreements related to the project's information technology  
11 procurements.

12 (5) The office of the chief information officer may suspend or  
13 terminate a project at any time if the office of the chief  
14 information officer determines that the project is not meeting or is  
15 not expected to meet anticipated performance measures. Once  
16 suspension or termination occurs, the agency shall not make  
17 additional expenditures on the project without approval of the state  
18 chief information officer. If a project is terminated, the office of  
19 financial management must terminate the agency's allocation from the  
20 information technology investment revolving account and the agency  
21 shall return any remaining funds to the account to be reallocated to  
22 other projects by the office of financial management.

23 (6) Any cost to administer or implement this section for projects  
24 listed in subsection (1) of this section, must be paid from the  
25 information technology investment revolving account. For any other  
26 information technology project made subject to the conditions,  
27 limitations, and review of this section, the cost to implement this  
28 section must be paid from the funds for that project.

29 NEW SECTION. **Sec. 714.** A new section is added to 2017 3rd sp.s.  
30 c 1 (uncodified) to read as follows:

31 **FOR THE DEPARTMENT OF NATURAL RESOURCES—FOREST FIRE PROTECTION**  
32 **ASSESSMENT ACCOUNT**

33 Forest Fire Protection Assessment Account—State

34 Appropriation (FY 2019) . . . . . \$1,690,000

35 The appropriation in this section is subject to the following  
36 conditions and limitations: The appropriation is provided solely for  
37 the department of natural resources to increase fire response  
38 capability, including upgrading information technology systems and

1 equipment for wildfire and forest health data, training department  
2 and fire service personnel, adding fire management staff, and  
3 replacing aviation fuel trucks and fire engines.

4 **Sec. 715.** 2017 3rd sp.s. c 1 s 718 (uncodified) is amended to  
5 read as follows:

6 **FOR THE OFFICE OF FINANCIAL MANAGEMENT—OUTDOOR EDUCATION AND**  
7 **RECREATION ACCOUNT**

|    |  |           |             |
|----|--|-----------|-------------|
| 8  | General Fund—State Appropriation (FY 2018) | . . . . . | \$750,000   |
| 9  | General Fund—State Appropriation (FY 2019) | . . . . . | \$750,000   |
| 10 | TOTAL APPROPRIATION.                       | . . . . . | \$1,500,000 |

11 The appropriations in this section are subject to the following  
12 conditions and limitations: The appropriations are provided solely  
13 for expenditure into the outdoor education and recreation account for  
14 the state parks and recreation commission's outdoor education and  
15 recreation program purposes identified in RCW 79A.05.351. Of the  
16 amounts appropriated, \$500,000 is provided solely to partner with  
17 organizations that employ at least one veteran.

18 **Sec. 716.** 2017 3rd sp.s. c 1 s 718 (uncodified) is amended to  
19 read as follows:

20 **FOR THE DEPARTMENT OF RETIREMENT SYSTEMS—CONTRIBUTIONS TO RETIREMENT**  
21 **SYSTEMS**

22 The appropriations in this section are subject to the following  
23 conditions and limitations: The appropriations for the law  
24 enforcement officers' and firefighters' retirement system shall be  
25 made on a monthly basis consistent with chapter 41.45 RCW, and the  
26 appropriations for the judges and judicial retirement systems shall  
27 be made on a quarterly basis consistent with chapters 2.10 and 2.12  
28 RCW.

29 (1) There is appropriated for state contributions to the law  
30 enforcement officers' and firefighters' retirement system:

|    |  |           |                                |
|----|--|-----------|--------------------------------|
| 31 | General Fund—State Appropriation (FY 2018) | . . . . . | \$70,050,000                   |
| 32 | General Fund—State Appropriation (FY 2019) | . . . . . | <del>(( \$73,350,000 ))</del>  |
| 33 |  |           | <u>\$73,650,000</u>            |
| 34 | TOTAL APPROPRIATION.                       | . . . . . | <del>(( \$143,400,000 ))</del> |
| 35 |  |           | <u>\$143,700,000</u>           |

36 The appropriations in this subsection (1) are subject to the  
37 following conditions and limitations: \$3,000,000 of the general fund—

1 state appropriation for fiscal year 2019 is provided solely for  
2 implementation of Substitute Senate Bill No. 6214 (industrial  
3 insurance for PTSD). If the bill is not enacted by June 30, 2018, the  
4 amount provided in this subsection shall lapse.

5 (2) There is appropriated for contributions to the judicial  
6 retirement system:

|   |  |           |              |
|---|--|-----------|--------------|
| 7 | General Fund—State Appropriation (FY 2018) | . . . . . | \$8,700,000  |
| 8 | General Fund—State Appropriation (FY 2019) | . . . . . | \$8,400,000  |
| 9 | TOTAL APPROPRIATION.                       | . . . . . | \$17,100,000 |

10 (3) There is appropriated for contributions to the judges'  
11 retirement system:

|    |  |           |             |
|----|--|-----------|-------------|
| 12 | General Fund—State Appropriation (FY 2018) | . . . . . | \$500,000   |
| 13 | General Fund—State Appropriation (FY 2019) | . . . . . | \$500,000   |
| 14 | TOTAL APPROPRIATION.                       | . . . . . | \$1,000,000 |

15 NEW SECTION. Sec. 717. A new section is added to 2017 3rd sp.s.  
16 c 1 (uncodified) to read as follows:

17 **FOR THE GAMBLING COMMISSION**

|    |   |           |          |
|----|---|-----------|----------|
| 18 | General Fund—State Appropriation (FY 2019). | . . . . . | \$50,000 |
|----|---|-----------|----------|

19 The appropriation in this section is subject to the following  
20 conditions and limitations: The appropriation in this section is for  
21 the gambling commission to contract for a study to analyze the scope  
22 of services available for pathological or problem gamblers and their  
23 families in the state. The commission will set the parameters of the  
24 study which may include, but not be limited to: (1) The availability  
25 of prevention programs and services offered within the state; (2) the  
26 availability of treatment programs and services offered for  
27 individuals with gambling-related problems and their families; and  
28 (3) strengths and deficits in problem gambling programs and services.  
29 Distribution of these funds is contingent upon securing additional  
30 funding for the study from the commission and other governmental or  
31 private sources to provide at least one dollar in matching funds for  
32 each dollar in state funds received by the commission. The gambling  
33 commission shall submit results of the study and any policy  
34 recommendations to the legislative committees of jurisdiction by  
35 February 15, 2019.



PART VIII

OTHER TRANSFERS AND APPROPRIATIONS

Sec. 801. 2017 3rd sp.s. c 1 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. . . . .   | (( <del>\$9,731,000</del> ))  |
|  | <u>\$9,730,000</u>            |
| General Fund Appropriation for prosecuting attorney distributions. . . . .   | (( <del>\$6,786,000</del> ))  |
|  | <u>\$6,643,000</u>            |
| General Fund Appropriation for boating safety and education distributions. . . . .   | \$4,000,000                   |
| General Fund Appropriation for public utility district excise tax distributions. . . . .   | (( <del>\$60,611,000</del> )) |
|  | <u>\$30,230,000</u>           |
| Death Investigations Account Appropriation for distribution to counties for publicly funded autopsies. . . . .   | (( <del>\$3,556,000</del> ))  |
|  | <u>\$3,135,000</u>            |
| Aquatic Lands Enhancement Account Appropriation for harbor improvement revenue distribution. . . . .   | \$140,000                     |
| Timber Tax Distribution Account Appropriation for distribution to "timber" counties. . . . .   | (( <del>\$77,367,000</del> )) |
|  | <u>\$68,009,000</u>           |
| County Criminal Justice Assistance Appropriation. . . . .  | (( <del>\$96,145,000</del> )) |
|  | <u>\$93,628,000</u>           |
| Municipal Criminal Justice Assistance Appropriation. . . . .   | (( <del>\$38,126,000</del> )) |
|  | <u>\$36,908,000</u>           |
| City-County Assistance Appropriation. . . . .  | \$27,160,000                  |
| Liquor Excise Tax Account Appropriation for liquor excise tax distribution. . . . .  | \$56,058,000                  |
| Streamlined Sales and Use Tax Mitigation Account Appropriation for distribution to local taxing jurisdictions to mitigate the unintended revenue redistributions effect of sourcing law changes. . . . . | (( <del>\$20,012,000</del> )) |
|  | <u>\$20,549,000</u>           |
| Columbia River Water Delivery Account Appropriation for the Confederated Tribes of the Colville  |                               |

|    |   |                                |
|----|---|--------------------------------|
| 1  | Reservation. . . . .                                | \$8,074,000                    |
| 2  | Columbia River Water Delivery Account Appropriation |                                |
| 3  | for the Spokane Tribe of Indians. . . . .           | \$5,402,000                    |
| 4  | Liquor Revolving Account Appropriation for liquor   |                                |
| 5  | profits distribution. . . . .                       | \$98,876,000                   |
| 6  | General Fund Appropriation for other tax            |                                |
| 7  | distributions. . . . .                              | \$80,000                       |
| 8  | General Fund Appropriation for Marijuana Excise     |                                |
| 9  | Tax distributions. . . . .                          | (( <del>\$12,000,000</del> ))  |
| 10 |   | <u>\$30,000,000</u>            |
| 11 | General Fund Appropriation for Habitat Conservation |                                |
| 12 | Program distributions. . . . .                      | \$5,347,000                    |
| 13 | TOTAL APPROPRIATION. . . . .                        | (( <del>\$529,471,000</del> )) |
| 14 |   | <u>\$503,969,000</u>           |

15 The total expenditures from the state treasury under the  
16 appropriations in this section shall not exceed the funds available  
17 under statutory distributions for the stated purposes.

18 **Sec. 802.** 2017 3rd sp.s. c 1 s 805 (uncodified) is amended to  
19 read as follows:

20 **FOR THE STATE TREASURER—TRANSFERS**

21 Criminal Justice Treatment Account: For transfer to  
22 the state general fund, \$4,450,000 for fiscal  
23 year 2018 and \$4,450,000 for fiscal year 2019. . . . . \$8,900,000  
24 Dedicated Marijuana Account: For transfer to  
25 the basic health plan trust account, the lesser  
26 of the amount determined pursuant to RCW 69.50.540  
27 or this amount plus \$40,494,000 for fiscal year  
28 2018, ((~~\$170,000,000~~)) \$226,654,000 and this  
29 amount for fiscal year 2019,  
30 ((~~\$180,000,000~~)) \$194,000,000. . . . . ((~~\$350,000,000~~))  
31 \$420,654,000

32 Dedicated Marijuana Account: For transfer to  
33 the state general fund, the lesser of the amount  
34 determined pursuant to RCW 69.50.540 or this amount  
35 for fiscal year 2018, ((~~\$120,000,000~~)) \$130,000,000  
36 and this amount for fiscal year 2019,  
37 ((~~\$130,000,000~~)) \$137,000,000. . . . . ((~~\$239,239,000~~))  
38 \$267,000,000

1 Aquatic Lands Enhancement Account: For transfer to  
2 the clean up settlement account as repayment of  
3 the loan provided in section 3022(2) chapter 2,  
4 Laws of 2012, 2nd sp. sess. (ESB 6074 2012  
5 supplemental capital budget), \$620,000 for fiscal  
6 year 2018 and \$620,000 for fiscal year 2019. . . . . \$1,240,000  
7 Tobacco Settlement Account: For transfer to the  
8 state general fund, in an amount not to exceed the  
9 actual amount of the annual base payment to the  
10 tobacco settlement account for fiscal year 2018. . . \$101,639,000  
11 Tobacco Settlement Account: For transfer to the  
12 state general fund, in an amount not to exceed the  
13 actual amount of the annual base payment to the  
14 tobacco settlement account for fiscal year 2019. . . \$101,639,000  
15 State Toxics Control Account: For transfer to the  
16 cleanup settlement account as repayment of the  
17 loan provided in section 3022(2) chapter 2,  
18 Laws of 2012, 2nd sp. sess. (ESB 6074, 2012  
19 supplemental capital budget), \$620,000 for  
20 fiscal year 2018 and \$620,000 for fiscal  
21 year 2019. . . . . \$1,240,000  
22 General Fund: For transfer to the streamlined sales  
23 and use tax account, (~~(\$11,171,000)~~) \$12,877,000  
24 for fiscal year 2018 and (~~(\$8,641,000)~~) \$7,672,000  
25 for fiscal year 2019. . . . . (~~(\$20,012,000)~~)  
26 \$20,549,000  
27 Aerospace Training and Student Loan Account: For  
28 transfer to the state general fund, \$750,000  
29 for fiscal year 2018 and \$750,000 for fiscal  
30 year 2019. . . . . \$1,500,000  
31 Disaster Response Account: For transfer to the state  
32 general fund, \$42,000,000 for fiscal year 2018. . . . \$42,000,000  
33 State Treasurer's Service Account: For transfer to the state  
34 general fund, \$6,000,000 for fiscal year 2018 and  
35 \$6,000,000 for fiscal year 2019. . . . . \$12,000,000  
36 Statewide Information Tech System Maintenance and  
37 Operations Revolving Account: For transfer to the  
38 consolidated technology services revolving account,  
39 \$5,500,000 for fiscal year 2018. . . . . \$5,500,000  
40 General Fund: For transfer to the family and medical



1 leave insurance account as start-up costs for  
2 the family and medical leave insurance program  
3 pursuant to enactment of Substitute House Bill  
4 No. 1116 (family and medical leave insurance),  
5 Senate Bill No. 5975 (paid family and medical  
6 leave insurance), or Senate Bill No. 5032  
7 (family and medical leave insurance),  
8 \$82,000,000 for fiscal year 2018. . . . . \$82,000,000  
9 Family and Medical Leave Insurance Account: For  
10 transfer to the General Fund as repayment for  
11 start-up costs for the family and medical leave  
12 insurance program pursuant to implementation of  
13 Substitute House Bill No. 1116 (family and  
14 medical leave insurance), Senate Bill No. 5975  
15 (paid family and medical leave insurance),  
16 or Senate Bill No. 5032 (family and medical  
17 leave insurance), the lesser of the amount  
18 determined by the treasurer for full repayment  
19 of the \$82,000,000 transferred from the general  
20 fund in fiscal year 2018 for start-up costs  
21 with any related interest or this amount for  
22 fiscal year 2019, \$90,000,000. . . . . \$90,000,000  
23 Public Works Assistance Account: For transfer to the  
24 education legacy trust account, \$136,998,000 for  
25 fiscal year 2018 and \$117,017,000 for fiscal  
26 year 2019. . . . . \$254,015,000  
27 General Fund: For transfer to the firearms range  
28 account for fiscal year 2018. . . . . \$75,000  
29 ~~((Death Investigations Account: For transfer to  
30 the state general fund, \$1,186,000 for  
31 fiscal year 2018. . . . . \$1,186,000))~~  
32 New Motor Vehicle Arbitration Account: For transfer  
33 to the state general fund, \$2,000,000 for fiscal  
34 year 2018. . . . . \$2,000,000  
35 Local Toxics Control Account: For transfer to the  
36 state toxics control account, \$9,000,000 for  
37 fiscal year 2018 and \$12,000,000 for fiscal  
38 year 2019. . . . . \$21,000,000  
39 State Toxics Control Account: For transfer to water  
40 pollution control revolving account, \$3,000 for

1       fiscal year 2018. . . . . \$3,000  
 2   Aquatic Lands Enhancement Account: For transfer to  
 3       the geoduck aquaculture research account for  
 4       fiscal year 2019. . . . . \$200,000  
 5   General Fund: For transfer to the dedicated McCleary  
 6       penalty account for fiscal year 2018. . . . . \$105,200,000  
 7       The amount transferred represents the monetary  
 8       sanctions accrued from August 13, 2015, through  
 9       June 30, 2018, under the order of the state supreme  
 10       court of August 13, 2015, in McCleary v. State.  
 11   General Fund: For transfer to the disaster response  
 12       account for fiscal year 2018. . . . . \$58,535,000  
 13   Oil Spill Response Account: For transfer to the oil  
 14       spill prevention account: \$1,748,000 for fiscal  
 15       year 2018 and \$2,973,000 for fiscal year 2019. . . . . \$4,721,000  
 16   General Fund: For transfer to the Washington  
 17       internet crimes against children account for fiscal  
 18       year 2018. . . . . \$1,500,000  
 19   Funeral and Cemetery Account: For transfer to the  
 20       skeletal human remains assistance account for fiscal  
 21       year 2018. . . . . \$15,000  
 22   General Fund: For transfer to the statewide tourism  
 23       marketing account for fiscal year 2019. . . . . \$1,500,000  
 24   Public Works Administration Account: For transfer to  
 25       the state general fund for fiscal year 2018. . . . . \$1,500,000

(End of part)

**PART IX**  
**MISCELLANEOUS**

**Sec. 901.** RCW 43.41.433 and 2017 3rd sp.s. c 1 s 950 are each amended to read as follows:

(1) The information technology investment revolving account is created in the custody of the state treasurer. All receipts from legislative appropriations and transfers must be deposited into the account. Only the director of financial management or the director's designee may authorize expenditures from the account. The account is subject to allotment procedures under chapter 43.88 RCW, but an appropriation is not required for expenditures.

(2) Any residual balance of funds remaining in the information technology investment revolving account created in section 705, chapter 4, Laws of 2015 3rd sp. sess. and reenacted in subsection (1) of this section shall be transferred to the information technology investment revolving account created in subsection (1) of this section after June 30, 2017.

**Sec. 902.** 2017 3rd sp.s. c 1 s 936 (uncodified) is amended to read as follows:

**COMPENSATION—REPRESENTED EMPLOYEES—SUPER COALITION—INSURANCE  
BENEFITS**

An agreement was reached for the 2017-2019 biennium between the governor and the health care super coalition under the provisions of chapter 41.80 RCW. Appropriations in this act for state agencies, including institutions of higher education, are sufficient to implement the provisions of the 2017-2019 collective bargaining agreement, and are subject to the following conditions and limitations:

(1) The monthly employer funding rate for insurance benefit premiums, public employees' benefits board administration, and the uniform medical plan, shall not exceed \$913 per eligible employee for fiscal year 2018. For fiscal year 2019, the monthly employer funding rate shall not exceed (~~(\$957)~~) \$916 per eligible employee.

(2) Except as provided by the parties' health care agreement, in order to achieve the level of funding provided for health benefits, the public employees' benefits board shall require any or all of the following: Employee premium copayments, increases in point-of-service cost sharing, the implementation of managed competition, or other

1 changes to benefits consistent with RCW 41.05.065. The board shall  
2 collect a twenty-five dollar per month surcharge payment from members  
3 who use tobacco products and a surcharge payment of not less than  
4 fifty dollars per month from members who cover a spouse or domestic  
5 partner where the spouse or domestic partner has chosen not to enroll  
6 in another employer-based group health insurance that has benefits  
7 and premiums with an actuarial value of not less than 95 percent of  
8 the actuarial value of the public employees' benefits board plan with  
9 the largest enrollment. The surcharge payments shall be collected in  
10 addition to the member premium payment.

11 (3) The health care authority shall deposit any moneys received  
12 on behalf of the uniform medical plan as a result of rebates on  
13 prescription drugs, audits of hospitals, subrogation payments, or any  
14 other moneys recovered as a result of prior uniform medical plan  
15 claims payments, into the public employees' and retirees' insurance  
16 account to be used for insurance benefits. Such receipts may not be  
17 used for administrative expenditures.

18 **Sec. 903.** 2017 3rd sp.s. c 1 s 937 (uncodified) is amended to  
19 read as follows:

20 **COMPENSATION—REPRESENTED EMPLOYEES OUTSIDE SUPER COALITION—INSURANCE**  
21 **BENEFITS**

22 Appropriations for state agencies in this act are sufficient for  
23 represented employees outside the super coalition for health  
24 benefits, and are subject to the following conditions and  
25 limitations:

26 (1) The monthly employer funding rate for insurance benefit  
27 premiums, public employees' benefits board administration, and the  
28 uniform medical plan, may not exceed \$913 per eligible employee for  
29 fiscal year 2018. For fiscal year 2019, the monthly employer funding  
30 rate may not exceed (~~(\$957)~~) \$916 per eligible employee.

31 (2) In order to achieve the level of funding provided for health  
32 benefits, the public employees' benefits board shall require any or  
33 all of the following: Employee premium copayments, increases in  
34 point-of-service cost sharing, the implementation of managed  
35 competition, or other changes to benefits consistent with RCW  
36 41.05.065. The board shall collect a twenty-five dollar per month  
37 surcharge payment from members who use tobacco products and a  
38 surcharge payment of not less than fifty dollars per month from  
39 members who cover a spouse or domestic partner where the spouse or

1 domestic partner has chosen not to enroll in another employer-based  
2 group health insurance that has benefits and premiums with an  
3 actuarial value of not less than 95 percent of the actuarial value of  
4 the public employees' benefits board plan with the largest  
5 enrollment. The surcharge payments shall be collected in addition to  
6 the member premium payment.

7 (3) The health care authority shall deposit any moneys received  
8 on behalf of the uniform medical plan as a result of rebates on  
9 prescription drugs, audits of hospitals, subrogation payments, or any  
10 other moneys recovered as a result of prior uniform medical plan  
11 claims payments, into the public employees' and retirees' insurance  
12 account to be used for insurance benefits. Such receipts may not be  
13 used for administrative expenditures.

14 **Sec. 904.** 2017 3rd sp.s. c 1 s 942 (uncodified) is amended to  
15 read as follows:

16 **COMPENSATION—NONREPRESENTED EMPLOYEES—INSURANCE BENEFITS**

17 Appropriations for state agencies in this act are sufficient for  
18 nonrepresented state employee health benefits for state agencies,  
19 including institutions of higher education, and are subject to the  
20 following conditions and limitations:

21 (1)(a) The monthly employer funding rate for insurance benefit  
22 premiums, public employees' benefits board administration, and the  
23 uniform medical plan, may not exceed \$913 per eligible employee for  
24 fiscal year 2018. For fiscal year 2019, the monthly employer funding  
25 rate may not exceed (~~(\$957)~~) \$916 per eligible employee.

26 (b) In order to achieve the level of funding provided for health  
27 benefits, the public employees' benefits board shall require any or  
28 all of the following: Employee premium copayments, increases in  
29 point-of-service cost sharing, the implementation of managed  
30 competition, or make other changes to benefits consistent with RCW  
31 41.05.065. The board shall collect a twenty-five dollar per month  
32 surcharge payment from members who use tobacco products and a  
33 surcharge payment of not less than fifty dollars per month from  
34 members who cover a spouse or domestic partner where the spouse or  
35 domestic partner has chosen not to enroll in another employer-based  
36 group health insurance that has benefits and premiums with an  
37 actuarial value of not less than 95 percent of the actuarial value of  
38 the public employees' benefits board plan with the largest  
39 enrollment. The surcharge payments shall be collected in addition to

1 the member premium payment. All savings resulting from reduced claim  
2 costs or other factors identified after December 31, 2016, must be  
3 reserved for reducing expenditures in the current biennium, or for  
4 funding employee health benefits in the 2019-2021 fiscal biennium,  
5 and shall not be used to increase benefits, except as provided in (c)  
6 of this subsection.

7 (c) The funding is sufficient for a new virtual diabetes  
8 prevention program, and for a change in the waiting period for dental  
9 crown replacements in the uniform dental program from seven years to  
10 five years.

11 (d) The health care authority shall deposit any moneys received  
12 on behalf of the uniform medical plan as a result of rebates on  
13 prescription drugs, audits of hospitals, subrogation payments, or any  
14 other moneys recovered as a result of prior uniform medical plan  
15 claims payments, into the public employees' and retirees' insurance  
16 account to be used for insurance benefits. Such receipts may not be  
17 used for administrative expenditures.

18 (2) The health care authority, subject to the approval of the  
19 public employees' benefits board, shall provide subsidies for health  
20 benefit premiums to eligible retired or disabled public employees and  
21 school district employees who are eligible for medicare, pursuant to  
22 RCW 41.05.085. For calendar year(~~s~~) 2018 (~~and 2019~~), the subsidy  
23 shall be up to \$150 per month. For calendar year 2019, the subsidy  
24 shall be up to \$168 per month. The public employees' benefits board  
25 may not authorize under RCW 41.05.085, and the health care authority  
26 may not provide, a subsidy under this subsection of more than \$150  
27 per month in calendar year 2018, and \$168 in calendar year 2019.  
28 Funds from reserves accumulated for future adverse claims experience,  
29 from past favorable claims experience, or otherwise, may not be used  
30 to increase this retiree subsidy beyond what is authorized by the  
31 legislature in this subsection.

32 (3) Technical colleges, school districts, and educational service  
33 districts shall remit to the health care authority for deposit into  
34 the public employees' and retirees' insurance account established in  
35 RCW 41.05.120 the following amounts:

36 (a) For each full-time employee, \$64.07 per month beginning  
37 September 1, 2017, and (~~(\$68.67)~~) \$71.08 beginning September 1, 2018;

38 (b) For each part-time employee, who at the time of the  
39 remittance is employed in an eligible position as defined in RCW  
40 41.32.010 or 41.40.010 and is eligible for employer fringe benefit

1 contributions for basic benefits, \$64.07 each month beginning  
2 September 1, 2017, and (~~(\$68.67)~~) \$71.08 beginning September 1, 2018,  
3 prorated by the proportion of employer fringe benefit contributions  
4 for a full-time employee that the part-time employee receives. The  
5 remittance requirements specified in this subsection do not apply to  
6 employees of a technical college, school district, or educational  
7 service district who purchase insurance benefits through contracts  
8 with the health care authority.

9 **Sec. 905.** RCW 28B.20.476 and 2013 2nd sp.s. c 4 s 960 are each  
10 amended to read as follows:

11 The geoduck aquaculture research account is created in the  
12 custody of the state treasurer. All receipts from any legislative  
13 appropriations, the aquaculture industry, or any other private or  
14 public source directed to the account must be deposited in the  
15 account. Expenditures from the account may only be used by the sea  
16 grant program for the geoduck research projects identified by RCW  
17 28B.20.475. Only the president of the University of Washington or the  
18 president's designee may authorize expenditures from the account. The  
19 account is subject to the allotment procedures under chapter 43.88  
20 RCW, but an appropriation is not required for expenditures. During  
21 the (~~(2013-2015)~~) 2017-2019 fiscal biennium, amounts available in the  
22 geoduck aquaculture research account may also be appropriated for the  
23 sea grant program at the University of Washington to conduct research  
24 examining the possible negative and positive effects of evolving  
25 shellfish aquaculture techniques and practices on Washington's  
26 economy and marine ecosystems. It is the intent of the legislature  
27 that this policy be continued in future biennia.

28 **Sec. 906.** 2017 3rd sp.s. c 1 s 944 (uncodified) is amended to  
29 read as follows:

30 **INITIATIVE 732 COST-OF-LIVING INCREASES**

31 Part IX of this act authorizes general wage increases for state  
32 employees covered by Initiative Measure No. 732. The general wage  
33 increases on July 1, 2017, and July 1, 2018, provide a portion of the  
34 annual cost-of-living adjustments required under Initiative Measure  
35 No. 732. Funding is also provided for additional increases of three-  
36 tenths of a percent on July 1, 2017, and (~~(seven-tenths-of-a)~~) one  
37 percent on July 1, 2018, for cost-of-living adjustments under the  
38 initiative. Funding is provided for a salary increase on January 1,

1 2019, of ((one)) seven-tenths of a percent for these employees, for a  
2 nominal total of a six percent increase during the 2017-2019 fiscal  
3 biennium.

4 NEW SECTION. **Sec. 907.** A new section is added to 2017 3rd sp.s.  
5 c 1 (uncodified) to read as follows:

6 A paid family and medical leave program was created by chapter 5,  
7 Laws of 2017 3rd sp. sess. The state, as an employer, will be  
8 responsible for payment of employer premiums for employees beginning  
9 January 1, 2019, other than those covered by a collective bargaining  
10 agreement. Funding is provided for this obligation.

11 **Sec. 908.** RCW 41.26.802 and 2017 3rd sp.s. c 1 s 964 are each  
12 amended to read as follows:

13 (1) By September 30, 2011, if the prior fiscal biennium's general  
14 state revenues exceed the previous fiscal biennium's revenues by more  
15 than five percent, subject to appropriation by the legislature, the  
16 state treasurer shall transfer five million dollars to the local  
17 public safety enhancement account.

18 (2) By September 30, 2019, and by September 30 of each  
19 odd-numbered year thereafter, if the prior fiscal biennium's general  
20 state revenues exceed the previous fiscal biennium's revenues by more  
21 than five percent, subject to appropriation by the legislature, the  
22 state treasurer shall transfer the lesser of one-third of the  
23 increase, or fifty million dollars, to the local public safety  
24 enhancement account.

25 (3) It is the intent of the legislature to fund any distribution  
26 in 2019 and 2021 dedicated to the local law enforcement officers' and  
27 firefighters' retirement system benefits improvement account through  
28 alternate means, which may include transfers from the law enforcement  
29 officers' and firefighters' plan 2 retirement fund.

30 **Sec. 909.** RCW 69.50.530 and 2016 sp.s. c 36 s 942 are each  
31 amended to read as follows:

32 The dedicated marijuana account is created in the state treasury.  
33 All moneys received by the state liquor and cannabis board, or any  
34 employee thereof, from marijuana-related activities must be deposited  
35 in the account. Unless otherwise provided in chapter 4, Laws of 2015  
36 2nd sp. sess., all marijuana excise taxes collected from sales of  
37 marijuana, useable marijuana, marijuana concentrates, and marijuana-



1 infused products under RCW 69.50.535, and the license fees,  
2 penalties, and forfeitures derived under this chapter from marijuana  
3 producer, marijuana processor, marijuana researcher, and marijuana  
4 retailer licenses, must be deposited in the account. Moneys in the  
5 account may only be spent after appropriation. During the 2015-2017  
6 and 2017-2019 fiscal (~~biennium~~) biennia, the legislature may  
7 transfer from the dedicated marijuana account to the basic health  
8 plan trust account such amounts as reflect the excess fund balance of  
9 the account.

10 **Sec. 910.** RCW 69.50.540 and 2017 3rd sp.s. c 1 s 979 are each  
11 amended to read as follows:

12 The legislature must annually appropriate moneys in the dedicated  
13 marijuana account created in RCW 69.50.530 as follows:

14 (1) For the purposes listed in this subsection (1), the  
15 legislature must appropriate to the respective agencies amounts  
16 sufficient to make the following expenditures on a quarterly basis:

17 (a) Beginning July 1, 2015, one hundred twenty-five thousand  
18 dollars to the department of social and health services to design and  
19 administer the Washington state healthy youth survey, analyze the  
20 collected data, and produce reports, in collaboration with the office  
21 of the superintendent of public instruction, department of health,  
22 department of commerce, family policy council, and state liquor and  
23 cannabis board. The survey must be conducted at least every two years  
24 and include questions regarding, but not necessarily limited to,  
25 academic achievement, age at time of substance use initiation,  
26 antisocial behavior of friends, attitudes toward antisocial behavior,  
27 attitudes toward substance use, laws and community norms regarding  
28 antisocial behavior, family conflict, family management, parental  
29 attitudes toward substance use, peer rewarding of antisocial  
30 behavior, perceived risk of substance use, and rebelliousness. Funds  
31 disbursed under this subsection may be used to expand administration  
32 of the healthy youth survey to student populations attending  
33 institutions of higher education in Washington;

34 (b) Beginning July 1, 2015, fifty thousand dollars to the  
35 department of social and health services for the purpose of  
36 contracting with the Washington state institute for public policy to  
37 conduct the cost-benefit evaluation and produce the reports described  
38 in RCW 69.50.550. This appropriation ends after production of the  
39 final report required by RCW 69.50.550;

1 (c) Beginning July 1, 2015, five thousand dollars to the  
2 University of Washington alcohol and drug abuse institute for the  
3 creation, maintenance, and timely updating of web-based public  
4 education materials providing medically and scientifically accurate  
5 information about the health and safety risks posed by marijuana use;

6 (d)(i) An amount not less than one million two hundred fifty  
7 thousand dollars to the state liquor and cannabis board for  
8 administration of this chapter as appropriated in the omnibus  
9 appropriations act; (~~and~~)

10 (ii) (~~Three hundred fifty one thousand seven hundred fifty~~) Two  
11 million six hundred fifty-one thousand seven hundred fifty dollars  
12 for fiscal year 2018 and three hundred fifty-one thousand seven  
13 hundred fifty dollars for fiscal year 2019 to the health professions  
14 account established under RCW 43.70.320 for the development and  
15 administration of the marijuana authorization database by the  
16 department of health(~~. It is the intent of the legislature that this~~  
17 ~~policy will be continued in the 2019-2021 fiscal biennium)~~);

18 (iii) Two million eight hundred three thousand dollars for fiscal  
19 year 2019 to the Washington state patrol for a drug enforcement task  
20 force. It is the intent of the legislature that this policy will be  
21 continued in the 2019-2021 fiscal biennium; and

22 (iv) Ninety-eight thousand dollars for fiscal year 2019 to the  
23 department of ecology for research on accreditation of marijuana  
24 product testing laboratories.

25 (e) Twenty-three thousand seven hundred fifty dollars to the  
26 department of enterprise services provided solely for the state  
27 building code council established under RCW 19.27.070, to develop and  
28 adopt fire and building code provisions related to marijuana  
29 processing and extraction facilities. The distribution under this  
30 subsection (1)(e) is for fiscal year 2016 only;

31 (2) From the amounts in the dedicated marijuana account after  
32 appropriation of the amounts identified in subsection (1) of this  
33 section, the legislature must appropriate for the purposes listed in  
34 this subsection (2) as follows:

35 (a)(i) Up to fifteen percent to the department of social and  
36 health services division of behavioral health and recovery for the  
37 development, implementation, maintenance, and evaluation of programs  
38 and practices aimed at the prevention or reduction of maladaptive  
39 substance use, substance use disorder, substance abuse or substance  
40 dependence, as these terms are defined in the Diagnostic and

1 Statistical Manual of Mental Disorders, among middle school and high  
2 school-age students, whether as an explicit goal of a given program  
3 or practice or as a consistently corresponding effect of its  
4 implementation, mental health services for children and youth, and  
5 services for pregnant and parenting women; PROVIDED, That:

6 (A) Of the funds appropriated under (a)(i) of this subsection for  
7 new programs and new services, at least eighty-five percent must be  
8 directed to evidence-based or research-based programs and practices  
9 that produce objectively measurable results and, by September 1,  
10 2020, are cost-beneficial; and

11 (B) Up to fifteen percent of the funds appropriated under (a)(i)  
12 of this subsection for new programs and new services may be directed  
13 to proven and tested practices, emerging best practices, or promising  
14 practices.

15 (ii) In deciding which programs and practices to fund, the  
16 secretary of the department of social and health services must  
17 consult, at least annually, with the University of Washington's  
18 social development research group and the University of Washington's  
19 alcohol and drug abuse institute.

20 (iii) For the fiscal year beginning July 1, 2016, the legislature  
21 must appropriate a minimum of twenty-seven million seven hundred  
22 eighty-six thousand dollars, and for each subsequent fiscal year  
23 thereafter, the legislature must appropriate a minimum of twenty-five  
24 million five hundred thirty-six thousand dollars under this  
25 subsection (2)(a);

26 (b)(i) Up to ten percent to the department of health for the  
27 following, subject to (b)(ii) of this subsection (2):

28 (A) Creation, implementation, operation, and management of a  
29 marijuana education and public health program that contains the  
30 following:

31 (I) A marijuana use public health hotline that provides referrals  
32 to substance abuse treatment providers, utilizes evidence-based or  
33 research-based public health approaches to minimizing the harms  
34 associated with marijuana use, and does not solely advocate an  
35 abstinence-only approach;

36 (II) A grants program for local health departments or other local  
37 community agencies that supports development and implementation of  
38 coordinated intervention strategies for the prevention and reduction  
39 of marijuana use by youth; and

1 (III) Media-based education campaigns across television,  
2 internet, radio, print, and out-of-home advertising, separately  
3 targeting youth and adults, that provide medically and scientifically  
4 accurate information about the health and safety risks posed by  
5 marijuana use;

6 (B) The Washington poison control center; and

7 (C) During the 2015-2017 fiscal biennium, the funds appropriated  
8 under this subsection (2)(b) may be used for prevention activities  
9 that target youth and populations with a high incidence of tobacco  
10 use.

11 (ii) For the fiscal year beginning July 1, 2016, the legislature  
12 must appropriate a minimum of seven million five hundred thousand  
13 dollars and for each subsequent fiscal year thereafter, the  
14 legislature must appropriate a minimum of nine million seven hundred  
15 fifty thousand dollars under this subsection (2)(b);

16 (c)(i) Up to six-tenths of one percent to the University of  
17 Washington and four-tenths of one percent to Washington State  
18 University for research on the short and long-term effects of  
19 marijuana use, to include but not be limited to formal and informal  
20 methods for estimating and measuring intoxication and impairment, and  
21 for the dissemination of such research.

22 (ii) For the fiscal year beginning July 1, 2016, the legislature  
23 must appropriate a minimum of two hundred seven thousand dollars and  
24 for each subsequent fiscal year, except for the 2017-2019 fiscal  
25 biennium, the legislature must appropriate a minimum of one million  
26 twenty-one thousand dollars to the University of Washington. For the  
27 fiscal year beginning July 1, 2016, the legislature must appropriate  
28 a minimum of one hundred thirty-eight thousand dollars and for each  
29 subsequent fiscal year thereafter, except for the 2017-2019 fiscal  
30 biennium, a minimum of six hundred eighty-one thousand dollars to  
31 Washington State University under this subsection (2)(c). It is the  
32 intent of the legislature that this policy will be continued in the  
33 2019-2021 fiscal biennium;

34 (d) Fifty percent to the state basic health plan trust account to  
35 be administered by the Washington basic health plan administrator and  
36 used as provided under chapter 70.47 RCW;

37 (e) Five percent to the Washington state health care authority to  
38 be expended exclusively through contracts with community health  
39 centers to provide primary health and dental care services, migrant

1 health services, and maternity health care services as provided under  
2 RCW 41.05.220;

3 (f)(i) Up to three-tenths of one percent to the office of the  
4 superintendent of public instruction to fund grants to building  
5 bridges programs under chapter 28A.175 RCW.

6 (ii) For the fiscal year beginning July 1, 2016, and each  
7 subsequent fiscal year, the legislature must appropriate a minimum of  
8 five hundred eleven thousand dollars to the office of the  
9 superintendent of public instruction under this subsection (2)(f);  
10 and

11 (g) At the end of each fiscal year, the treasurer must transfer  
12 any amounts in the dedicated marijuana account that are not  
13 appropriated pursuant to subsection (1) of this section and this  
14 subsection (2) into the general fund, except as provided in (g)(i) of  
15 this subsection (2).

16 (i) Beginning in fiscal year 2018, if marijuana excise tax  
17 collections deposited into the general fund in the prior fiscal year  
18 exceed twenty-five million dollars, then each fiscal year the  
19 legislature must appropriate an amount equal to thirty percent of all  
20 marijuana excise taxes deposited into the general fund the prior  
21 fiscal year to the treasurer for distribution to counties, cities,  
22 and towns as follows:

23 (A) Thirty percent must be distributed to counties, cities, and  
24 towns where licensed marijuana retailers are physically located. Each  
25 jurisdiction must receive a share of the revenue distribution under  
26 this subsection (2)(g)(i)(A) based on the proportional share of the  
27 total revenues generated in the individual jurisdiction from the  
28 taxes collected under RCW 69.50.535, from licensed marijuana  
29 retailers physically located in each jurisdiction. For purposes of  
30 this subsection (2)(g)(i)(A), one hundred percent of the proportional  
31 amount attributed to a retailer physically located in a city or town  
32 must be distributed to the city or town.

33 (B) Seventy percent must be distributed to counties, cities, and  
34 towns ratably on a per capita basis. Counties must receive sixty  
35 percent of the distribution, which must be disbursed based on each  
36 county's total proportional population. Funds may only be distributed  
37 to jurisdictions that do not prohibit the siting of any state  
38 licensed marijuana producer, processor, or retailer.

1 (ii) Distribution amounts allocated to each county, city, and  
2 town must be distributed in four installments by the last day of each  
3 fiscal quarter.

4 (iii) By September 15th of each year, the state liquor and  
5 cannabis board must provide the state treasurer the annual  
6 distribution amount, if any, for each county and city as determined  
7 in (g)(i) of this subsection (2).

8 (iv) The total share of marijuana excise tax revenues distributed  
9 to counties and cities in (g)(i) of this subsection (2) may not  
10 exceed ((~~six~~)) fifteen million dollars in fiscal years 2018 and 2019  
11 and twenty million dollars per fiscal year thereafter. ((~~However, if~~  
12 ~~the February 2018 forecast of state revenues for the general fund in~~  
13 ~~the 2017-2019 fiscal biennium exceeds the amount estimated in the~~  
14 ~~June 2017 revenue forecast by over eighteen million dollars after~~  
15 ~~adjusting for changes directly related to legislation adopted in the~~  
16 ~~2017 legislative session, the total share of marijuana excise tax~~  
17 ~~revenue distributed to counties and cities in (g)(i) of this~~  
18 ~~subsection (2) may not exceed fifteen million dollars in fiscal years~~  
19 ~~2018 and 2019.~~) It is the intent of the legislature that the policy  
20 for the maximum distributions in the subsequent fiscal biennia will  
21 be no more than ((\$6)) fifteen million dollars per fiscal year.

22 For the purposes of this section, "marijuana products" means  
23 "useable marijuana," "marijuana concentrates," and "marijuana-infused  
24 products" as those terms are defined in RCW 69.50.101.

25 **Sec. 911.** RCW 70.105D.070 and 2017 3rd sp.s. c 1 s 980 are each  
26 amended to read as follows:

27 (1) The state toxics control account and the local toxics control  
28 account are hereby created in the state treasury.

29 (2)(a) Moneys collected under RCW 82.21.030 must be deposited as  
30 follows: Fifty-six percent to the state toxics control account under  
31 subsection (3) of this section and forty-four percent to the local  
32 toxics control account under subsection (4) of this section. When the  
33 cumulative amount of deposits made to the state and local toxics  
34 control accounts under this section reaches the limit during a fiscal  
35 year as established in (b) of this subsection, the remainder of the  
36 moneys collected under RCW 82.21.030 during that fiscal year must be  
37 deposited into the environmental legacy stewardship account created  
38 in RCW 70.105D.170.

1 (b) The limit on distributions of moneys collected under RCW  
2 82.21.030 to the state and local toxics control accounts for the  
3 fiscal year beginning July 1, 2013, is one hundred forty million  
4 dollars.

5 (c) In addition to the funds required under (a) of this  
6 subsection, the following moneys must be deposited into the state  
7 toxics control account: (i) The costs of remedial actions recovered  
8 under this chapter or chapter 70.105A RCW; (ii) penalties collected  
9 or recovered under this chapter; and (iii) any other money  
10 appropriated or transferred to the account by the legislature.

11 (3) Moneys in the state toxics control account must be used only  
12 to carry out the purposes of this chapter, including but not limited  
13 to the following activities:

14 (a) The state's responsibility for hazardous waste planning,  
15 management, regulation, enforcement, technical assistance, and public  
16 education required under chapter 70.105 RCW;

17 (b) The state's responsibility for solid waste planning,  
18 management, regulation, enforcement, technical assistance, and public  
19 education required under chapter 70.95 RCW;

20 (c) The hazardous waste clean-up program required under this  
21 chapter;

22 (d) State matching funds required under federal cleanup law;

23 (e) Financial assistance for local programs in accordance with  
24 chapters 70.95, 70.95C, 70.95I, and 70.105 RCW;

25 (f) State government programs for the safe reduction, recycling,  
26 or disposal of paint and hazardous wastes from households, small  
27 businesses, and agriculture;

28 (g) Oil and hazardous materials spill prevention, preparedness,  
29 training, and response activities;

30 (h) Water and environmental health protection and monitoring  
31 programs;

32 (i) Programs authorized under chapter 70.146 RCW;

33 (j) A public participation program;

34 (k) Public funding to assist potentially liable persons to pay  
35 for the costs of remedial action in compliance with clean-up  
36 standards under RCW 70.105D.030(2)(e) but only when the amount and  
37 terms of such funding are established under a settlement agreement  
38 under RCW 70.105D.040(4) and when the director has found that the  
39 funding will achieve both: (i) A substantially more expeditious or

1 enhanced cleanup than would otherwise occur; and (ii) the prevention  
2 or mitigation of unfair economic hardship;

3 (l) Development and demonstration of alternative management  
4 technologies designed to carry out the hazardous waste management  
5 priorities of RCW 70.105.150;

6 (m) State agriculture and health programs for the safe use,  
7 reduction, recycling, or disposal of pesticides;

8 (n) Stormwater pollution control projects and activities that  
9 protect or preserve existing remedial actions or prevent hazardous  
10 clean-up sites;

11 (o) Funding requirements to maintain receipt of federal funds  
12 under the federal solid waste disposal act (42 U.S.C. Sec. 6901 et  
13 seq.);

14 (p) Air quality programs and actions for reducing public exposure  
15 to toxic air pollution;

16 (q) Public funding to assist prospective purchasers to pay for  
17 the costs of remedial action in compliance with clean-up standards  
18 under RCW 70.105D.030(2)(e) if:

19 (i) The facility is located within a redevelopment opportunity  
20 zone designated under RCW 70.105D.150;

21 (ii) The amount and terms of the funding are established under a  
22 settlement agreement under RCW 70.105D.040(5); and

23 (iii) The director has found the funding meets any additional  
24 criteria established in rule by the department, will achieve a  
25 substantially more expeditious or enhanced cleanup than would  
26 otherwise occur, and will provide a public benefit in addition to  
27 cleanup commensurate with the scope of the public funding;

28 (r) Petroleum-based plastic or expanded polystyrene foam debris  
29 cleanup activities in fresh or marine waters;

30 (s) Appropriations to the local toxics control account or the  
31 environmental legacy stewardship account created in RCW 70.105D.170,  
32 if the legislature determines that priorities for spending exceed  
33 available funds in those accounts;

34 (t) During the 2015-2017 and 2017-2019 fiscal biennia, the  
35 department of ecology's water quality, shorelands, environmental  
36 assessment, administration, and air quality programs;

37 (u) During the 2013-2015 fiscal biennium, actions at the state  
38 conservation commission to improve water quality for shellfish;

39 (v) During the 2013-2015 and 2015-2017 fiscal biennia, actions at  
40 the University of Washington for reducing ocean acidification;



1 (w) During the 2015-2017 and 2017-2019 fiscal biennia, for the  
2 University of Washington Tacoma soil remediation project;

3 (x) For the 2013-2015 fiscal biennium, moneys in the state toxics  
4 control account may be spent on projects in section 3160, chapter 19,  
5 Laws of 2013 2nd sp. sess. and for transfer to the local toxics  
6 control account;

7 (y) For the 2013-2015 fiscal biennium, moneys in the state toxics  
8 control account may be transferred to the radioactive mixed waste  
9 account; and

10 (z) For the 2015-2017 and 2017-2019 fiscal biennia, forest  
11 practices regulation at the department of natural resources.

12 (4)(a) The department shall use moneys deposited in the local  
13 toxics control account for grants or loans to local governments for  
14 the following purposes in descending order of priority:

15 (i) Extended grant agreements entered into under ~~((e+))~~ (c)(i)  
16 of this subsection;

17 (ii) Remedial actions, including planning for adaptive reuse of  
18 properties as provided for under ~~((e+))~~ (c)(iv) of this subsection.  
19 The department must prioritize funding of remedial actions at:

20 (A) Facilities on the department's hazardous sites list with a  
21 high hazard ranking for which there is an approved remedial action  
22 work plan or an equivalent document under federal cleanup law;

23 (B) Brownfield properties within a redevelopment opportunity zone  
24 if the local government is a prospective purchaser of the property  
25 and there is a department-approved remedial action work plan or  
26 equivalent document under the federal cleanup law;

27 (iii) Stormwater pollution source projects that: (A) Work in  
28 conjunction with a remedial action; (B) protect completed remedial  
29 actions against recontamination; or (C) prevent hazardous clean-up  
30 sites;

31 (iv) Hazardous waste plans and programs under chapter 70.105 RCW;

32 (v) Solid waste plans and programs under chapters 70.95, 70.95C,  
33 70.95I, and 70.105 RCW;

34 (vi) Petroleum-based plastic or expanded polystyrene foam debris  
35 cleanup activities in fresh or marine waters; and

36 (vii) Appropriations to the state toxics control account or the  
37 environmental legacy stewardship account created in RCW 70.105D.170,  
38 if the legislature determines that priorities for spending exceed  
39 available funds in those accounts.

1 (b) Funds for plans and programs must be allocated consistent  
2 with the priorities and matching requirements established in chapters  
3 70.105, 70.95C, 70.95I, and 70.95 RCW.

4 (c) During the 2013-2015 fiscal biennium, the local toxics  
5 control account may also be used for local government stormwater  
6 planning and implementation activities.

7 (d) During the 2013-2015 fiscal biennium, the legislature may  
8 transfer from the local toxics control account to the state general  
9 fund, such amounts as reflect the excess fund balance in the account.

10 (e) To expedite cleanups throughout the state, the department may  
11 use the following strategies when providing grants to local  
12 governments under this subsection:

13 (i) Enter into an extended grant agreement with a local  
14 government conducting remedial actions at a facility where those  
15 actions extend over multiple biennia and the total eligible cost of  
16 those actions exceeds twenty million dollars. The agreement is  
17 subject to the following limitations:

18 (A) The initial duration of such an agreement may not exceed ten  
19 years. The department may extend the duration of such an agreement  
20 upon finding substantial progress has been made on remedial actions  
21 at the facility;

22 (B) Extended grant agreements may not exceed fifty percent of the  
23 total eligible remedial action costs at the facility; and

24 (C) The department may not allocate future funding to an extended  
25 grant agreement unless the local government has demonstrated to the  
26 department that funds awarded under the agreement during the previous  
27 biennium have been substantially expended or contracts have been  
28 entered into to substantially expend the funds;

29 (ii) Enter into a grant agreement with a local government  
30 conducting a remedial action that provides for periodic reimbursement  
31 of remedial action costs as they are incurred as established in the  
32 agreement;

33 (iii) Enter into a grant agreement with a local government prior  
34 to it acquiring a property or obtaining necessary access to conduct  
35 remedial actions, provided the agreement is conditioned upon the  
36 local government acquiring the property or obtaining the access in  
37 accordance with a schedule specified in the agreement;

38 (iv) Provide integrated planning grants to local governments to  
39 fund studies necessary to facilitate remedial actions at brownfield  
40 properties and adaptive reuse of properties following remediation.

1 Eligible activities include, but are not limited to: Environmental  
2 site assessments; remedial investigations; health assessments;  
3 feasibility studies; site planning; community involvement; land use  
4 and regulatory analyses; building and infrastructure assessments;  
5 economic and fiscal analyses; and any environmental analyses under  
6 chapter 43.21C RCW;

7 (v) Provide grants to local governments for remedial actions  
8 related to area-wide groundwater contamination. To receive the  
9 funding, the local government does not need to be a potentially  
10 liable person or be required to seek reimbursement of grant funds  
11 from a potentially liable person;

12 (vi) The director may alter grant matching requirements to create  
13 incentives for local governments to expedite cleanups when one of the  
14 following conditions exists:

15 (A) Funding would prevent or mitigate unfair economic hardship  
16 imposed by the clean-up liability;

17 (B) Funding would create new substantial economic development,  
18 public recreational opportunities, or habitat restoration  
19 opportunities that would not otherwise occur; or

20 (C) Funding would create an opportunity for acquisition and  
21 redevelopment of brownfield property under RCW 70.105D.040(5) that  
22 would not otherwise occur;

23 (vii) When pending grant applications under (e)(iv) and (v) of  
24 this subsection (4) exceed the amount of funds available, designated  
25 redevelopment opportunity zones must receive priority for  
26 distribution of available funds.

27 (f) To expedite multiparty clean-up efforts, the department may  
28 purchase remedial action cost-cap insurance. For the 2013-2015 fiscal  
29 biennium, moneys in the local toxics control account may be spent on  
30 projects in sections 3024, 3035, 3036, and 3059, chapter 19, Laws of  
31 2013 2nd sp. sess.

32 (5) Except for unanticipated receipts under RCW 43.79.260 through  
33 43.79.282, moneys in the state and local toxics control accounts may  
34 be spent only after appropriation by statute.

35 (6) No moneys deposited into either the state or local toxics  
36 control account may be used for: Natural disasters where there is no  
37 hazardous substance contamination; high performance buildings; solid  
38 waste incinerator facility feasibility studies, construction,  
39 maintenance, or operation; or (~~after January 1, 2010, for~~) projects  
40 designed to address the restoration of Puget Sound, funded in a

1 competitive grant process, that are in conflict with the action  
2 agenda developed by the Puget Sound partnership under RCW 90.71.310.  
3 However, this subsection does not prevent an appropriation from the  
4 state toxics control account to the department of revenue to enforce  
5 compliance with the hazardous substance tax imposed in chapter 82.21  
6 RCW.

7 (7) Except during the 2011-2013 and the 2015-2017 fiscal biennia,  
8 one percent of the moneys collected under RCW 82.21.030 shall be  
9 allocated only for public participation grants to persons who may be  
10 adversely affected by a release or threatened release of a hazardous  
11 substance and to not-for-profit public interest organizations. The  
12 primary purpose of these grants is to facilitate the participation by  
13 persons and organizations in the investigation and remedying of  
14 releases or threatened releases of hazardous substances and to  
15 implement the state's solid and hazardous waste management  
16 priorities. No grant may exceed sixty thousand dollars. Grants may be  
17 renewed annually. Moneys appropriated for public participation that  
18 are not expended at the close of any biennium revert to the state  
19 toxics control account.

20 (8) The department shall adopt rules for grant or loan issuance  
21 and performance. To accelerate both remedial action and economic  
22 recovery, the department may expedite the adoption of rules necessary  
23 to implement chapter 1, Laws of 2013 2nd sp. sess. using the  
24 expedited procedures in RCW 34.05.353. The department shall initiate  
25 the award of financial assistance by August 1, 2013. To ensure the  
26 adoption of rules will not delay financial assistance, the department  
27 may administer the award of financial assistance through interpretive  
28 guidance pending the adoption of rules through July 1, 2014.

29 (9) Except as provided under subsection (3)(k) and (q) of this  
30 section, nothing in chapter 1, Laws of 2013 2nd sp. sess. affects the  
31 ability of a potentially liable person to receive public funding.

32 (10) During the 2015-2017 fiscal biennium the local toxics  
33 control account may also be used for the centennial clean water  
34 program and for the stormwater financial assistance program  
35 administered by the department of ecology.

36 (11) During the 2017-2019 fiscal biennium:

37 (a) The state toxics control account, the local toxics control  
38 account, and the environmental legacy stewardship account may be used  
39 for interchangeable purposes and funds may be transferred between  
40 accounts to accomplish those purposes.

1       (b) The legislature may direct the state treasurer to make  
2 transfers of moneys in the state toxics control account to the water  
3 pollution control revolving account.

4       **Sec. 912.** RCW 76.04.610 and 2012 2nd sp.s. c 7 s 922 are each  
5 amended to read as follows:

6       (1)(a) If any owner of forestland within a forest protection zone  
7 neglects or fails to provide adequate fire protection as required by  
8 RCW 76.04.600, the department shall provide such protection and shall  
9 annually impose the following assessments on each parcel of such  
10 land: (i) A flat fee assessment of seventeen dollars and fifty cents;  
11 and (ii) twenty-seven cents on each acre exceeding fifty acres.

12       (b) Assessors may, at their option, collect the assessment on tax  
13 exempt lands. If the assessor elects not to collect the assessment,  
14 the department may bill the landowner directly.

15       (2) An owner who has paid assessments on two or more parcels,  
16 each containing fewer than fifty acres and each within the same  
17 county, may obtain the following refund:

18       (a) If all the parcels together contain less than fifty acres,  
19 then the refund is equal to the flat fee assessments paid, reduced by  
20 the total of (i) seventeen dollars and (ii) the total of the amounts  
21 retained by the county from such assessments under subsection (5) of  
22 this section.

23       (b) If all the parcels together contain fifty or more acres, then  
24 the refund is equal to the flat fee assessments paid, reduced by the  
25 total of (i) seventeen dollars, (ii) twenty-seven cents for each acre  
26 exceeding fifty acres, and (iii) the total of the amounts retained by  
27 the county from such assessments under subsection (5) of this  
28 section.

29       Applications for refunds shall be submitted to the department on  
30 a form prescribed by the department and in the same year in which the  
31 assessments were paid. The department may not provide refunds to  
32 applicants who do not provide verification that all assessments and  
33 property taxes on the property have been paid. Applications may be  
34 made by mail.

35       In addition to the procedures under this subsection, property  
36 owners with multiple parcels in a single county who qualify for a  
37 refund under this section may apply to the department on an  
38 application listing all the parcels owned in order to have the  
39 assessment computed on all parcels but billed to a single parcel.

1 Property owners with the following number of parcels may apply to the  
2 department in the year indicated:

| 3 | Year                | Number of Parcels  |
|---|---------------------|--------------------|
| 4 | 2002                | 10 or more parcels |
| 5 | 2003                | 8 or more parcels  |
| 6 | 2004 and thereafter | 6 or more parcels  |

7 The department must compute the correct assessment and allocate  
8 one parcel in the county to use to collect the assessment. The county  
9 must then bill the forest fire protection assessment on that one  
10 allocated identified parcel. The landowner is responsible for  
11 notifying the department of any changes in parcel ownership.

12 (3) Beginning January 1, 1991, under the administration and at  
13 the discretion of the department up to two hundred thousand dollars  
14 per year of this assessment shall be used in support of those rural  
15 fire districts assisting the department in fire protection services  
16 on forestlands.

17 (4) For the purpose of this chapter, the department may divide  
18 the forestlands of the state, or any part thereof, into districts,  
19 for fire protection and assessment purposes, may classify lands  
20 according to the character of timber prevailing, and the fire hazard  
21 existing, and place unprotected lands under the administration of the  
22 proper district. Amounts paid or contracted to be paid by the  
23 department for protection of forestlands from funds at its disposal  
24 shall be a lien upon the property protected, unless reimbursed by the  
25 owner within ten days after October 1st of the year in which they  
26 were incurred. The department shall be prepared to make statement  
27 thereof, upon request, to a forest owner whose own protection has not  
28 been previously approved as to its adequacy, the department shall  
29 report the same to the assessor of the county in which the property  
30 is situated. The assessor shall extend the amounts upon the tax rolls  
31 covering the property, and upon authorization from the department  
32 shall levy the forest protection assessment against the amounts of  
33 unimproved land as shown in each ownership on the county assessor's  
34 records. The assessor may then segregate on the records to provide  
35 that the improved land and improvements thereon carry the millage  
36 levy designed to support the rural fire protection districts as  
37 provided for in RCW 52.16.170.

1 (5) The amounts assessed shall be collected at the time, in the  
2 same manner, by the same procedure, and with the same penalties  
3 attached that general state and county taxes on the same property are  
4 collected, except that errors in assessments may be corrected at any  
5 time by the department certifying them to the treasurer of the county  
6 in which the land involved is situated. Assessments shall be known  
7 and designated as assessments of the year in which the amounts became  
8 reimbursable. Upon the collection of assessments the county treasurer  
9 shall place fifty cents of the total assessments paid on a parcel for  
10 fire protection into the county current expense fund to defray the  
11 costs of listing, billing, and collecting these assessments. The  
12 treasurer shall then transmit the balance to the department.  
13 Collections shall be applied against expenses incurred in carrying  
14 out the provisions of this section, including necessary and  
15 reasonable administrative costs incurred by the department in the  
16 enforcement of these provisions. The department may also expend sums  
17 collected from owners of forestlands or received from any other  
18 source for necessary administrative costs in connection with the  
19 enforcement of RCW 76.04.660. During the 2017-2019 fiscal biennium,  
20 the legislature may appropriate moneys from the account for  
21 department of natural resources wildfire response and forest health  
22 activities.

23 (6) When land against which forest protection assessments are  
24 outstanding is acquired for delinquent taxes and sold at public  
25 auction, the state shall have a prior lien on the proceeds of sale  
26 over and above the amount necessary to satisfy the county's  
27 delinquent tax judgment. The county treasurer, in case the proceeds  
28 of sale exceed the amount of the delinquent tax judgment, shall  
29 immediately remit to the department the amount of the outstanding  
30 forest protection assessments.

31 (7) All nonfederal public bodies owning or administering  
32 forestland included in a forest protection zone shall pay the forest  
33 protection assessments provided in this section and the special  
34 forest fire suppression account assessments under RCW 76.04.630. The  
35 forest protection assessments and special forest fire suppression  
36 account assessments shall be payable by nonfederal public bodies from  
37 available funds within thirty days following receipt of the written  
38 notice from the department which is given after October 1st of the  
39 year in which the protection was provided. Unpaid assessments are not  
40 a lien against the nonfederal publicly owned land but shall

1 constitute a debt by the nonfederal public body to the department and  
2 are subject to interest charges at the legal rate. During the  
3 2011-2013 fiscal biennium, the forest fire protection assessment  
4 account may be appropriated to The Evergreen State College for  
5 analysis and recommendations to improve the efficiency and  
6 effectiveness of the state's mechanisms for funding fire prevention  
7 and suppression activities.

8 (8) A public body, having failed to previously pay the forest  
9 protection assessments required of it by this section, which fails to  
10 suppress a fire on or originating from forestlands owned or  
11 administered by it, is liable for the costs of suppression incurred  
12 by the department or its agent and is not entitled to reimbursement  
13 of costs incurred by the public body in the suppression activities.

14 (9) The department may adopt rules to implement this section,  
15 including, but not limited to, rules on levying and collecting forest  
16 protection assessments.

17 **Sec. 913.** RCW 77.12.203 and 2017 3rd sp.s. c 1 s 984 are each  
18 amended to read as follows:

19 (1) Except as provided in subsection (5) of this section and  
20 notwithstanding RCW 84.36.010 or other statutes to the contrary, the  
21 director must pay by April 30th of each year on game lands,  
22 regardless of acreage, in each county, if requested by an election  
23 under RCW 77.12.201, an amount in lieu of real property taxes equal  
24 to that amount paid on similar parcels of open space land taxable  
25 under chapter 84.34 RCW or the greater of seventy cents per acre per  
26 year or the amount paid in 1984 plus an additional amount for control  
27 of noxious weeds equal to that which would be paid if such lands were  
28 privately owned. This amount may not be assessed or paid on  
29 department buildings, structures, facilities, game farms, fish  
30 hatcheries, water access sites, tidelands, or public fishing areas.

31 (2) "Game lands," as used in this section and RCW 77.12.201,  
32 means those tracts, regardless of acreage, owned in fee by the  
33 department and used for wildlife habitat and public recreational  
34 purposes. All lands purchased for wildlife habitat, public access, or  
35 recreation purposes with federal funds in the Snake River drainage  
36 basin are considered game lands regardless of acreage.

37 (3) This section does not apply to lands transferred after April  
38 23, 1990, to the department from other state agencies.



1 (4) The county must distribute the amount received under this  
2 section in lieu of real property taxes to all property taxing  
3 districts except the state in appropriate tax code areas the same way  
4 it would distribute local property taxes from private property. The  
5 county must distribute the amount received under this section for  
6 weed control to the appropriate weed district.

7 (5) For the 2013-2015 and 2015-2017 fiscal biennia, the director  
8 must pay by April 30th of each year on game lands in each county, if  
9 requested by an election under RCW 77.12.201, an amount in lieu of  
10 real property taxes and must be distributed as follows:

| <b>County</b>     |         |
|-------------------|---------|
| Adams.....        | 1,909   |
| Asotin.....       | 36,123  |
| Chelan.....       | 24,757  |
| Columbia.....     | 7,795   |
| Ferry.....        | 6,781   |
| Garfield.....     | 4,840   |
| Grant.....        | 37,443  |
| Kittitas.....     | 143,974 |
| Klickitat.....    | 21,906  |
| Lincoln.....      | 13,535  |
| Okanogan.....     | 151,402 |
| Pend Oreille..... | 3,309   |
| Yakima.....       | 126,225 |

25 These amounts may not be assessed or paid on department buildings,  
26 structures, facilities, game farms, fish hatcheries, water access  
27 sites, tidelands, or public fishing areas.

28 (6) For the 2017-2019 fiscal biennium, the director must pay by  
29 April 30th of each year on game lands in each county, if requested by  
30 an election under RCW 77.12.201, an amount in lieu of real property  
31 taxes and must be distributed as follows:

| <b>County</b> |                                     |
|---------------|-------------------------------------|
| Adams.....    | <del>((1,235))</del> <u>1,909</u>   |
| Asotin.....   | <del>((26,425))</del> <u>36,123</u> |

|    |                   |                          |
|----|-------------------|--------------------------|
| 1  | Chelan.....       | 39,858                   |
| 2  | Columbia.....     | 20,713                   |
| 3  | Ferry.....        | 22,798                   |
| 4  | Garfield.....     | 12,744                   |
| 5  | Grant.....        | 71,930                   |
| 6  | Kittitas.....     | 382,638                  |
| 7  | Klickitat.....    | 51,019                   |
| 8  | Lincoln.....      | ((13,000)) <u>13,535</u> |
| 9  | Okanogan.....     | 264,036                  |
| 10 | Pend Oreille..... | 5,546                    |
| 11 | Yakima.....       | 186,056                  |

12 These amounts may not be assessed or paid on department buildings,  
13 structures, facilities, game farms, fish hatcheries, water access  
14 sites, tidelands, or public fishing areas.

15 **Sec. 914.** RCW 79.105.150 and 2017 3rd sp.s. c 1 s 987 are each  
16 amended to read as follows:

17 (1) After deduction for management costs as provided in RCW  
18 79.64.040 and payments to towns under RCW 79.115.150(2), all moneys  
19 received by the state from the sale or lease of state-owned aquatic  
20 lands and from the sale of valuable material from state-owned aquatic  
21 lands shall be deposited in the aquatic lands enhancement account  
22 which is hereby created in the state treasury. After appropriation,  
23 these funds shall be used solely for aquatic lands enhancement  
24 projects; for the purchase, improvement, or protection of aquatic  
25 lands for public purposes; for providing and improving access to the  
26 lands; and for volunteer cooperative fish and game projects. During  
27 the 2013-2015, 2015-2017, and 2017-2019 fiscal biennia, the aquatic  
28 lands enhancement account may be used to support the shellfish  
29 program, the ballast water program, hatcheries, the Puget Sound toxic  
30 sampling program and steelhead mortality research at the department  
31 of fish and wildlife, the knotweed program at the department of  
32 agriculture, actions at the University of Washington for reducing  
33 ocean acidification, which may include the creation of a center on  
34 ocean acidification, the Puget SoundCorps program, and support of the  
35 marine resource advisory council and the Washington coastal marine  
36 advisory council. During the 2013-2015 and 2017-2019 fiscal

1 ((~~biennium~~)) biennia, the legislature may transfer from the aquatic  
2 lands enhancement account to the geoduck aquaculture research account  
3 for research related to shellfish aquaculture. During the 2015-2017  
4 fiscal biennium, the legislature may transfer moneys from the aquatic  
5 lands enhancement account to the marine resources stewardship trust  
6 account.

7 (2) In providing grants for aquatic lands enhancement projects,  
8 the recreation and conservation funding board shall:

9 (a) Require grant recipients to incorporate the environmental  
10 benefits of the project into their grant applications;

11 (b) Utilize the statement of environmental benefits,  
12 consideration, except as provided in RCW 79.105.610, of whether the  
13 applicant is a Puget Sound partner, as defined in RCW 90.71.010,  
14 whether a project is referenced in the action agenda developed by the  
15 Puget Sound partnership under RCW 90.71.310, and except as otherwise  
16 provided in RCW 79.105.630, and effective one calendar year following  
17 the development and statewide availability of model evergreen  
18 community management plans and ordinances under RCW 35.105.050,  
19 whether the applicant is an entity that has been recognized, and what  
20 gradation of recognition was received, in the evergreen community  
21 recognition program created in RCW 35.105.030 in its prioritization  
22 and selection process; and

23 (c) Develop appropriate outcome-focused performance measures to  
24 be used both for management and performance assessment of the grants.

25 (3) To the extent possible, the department should coordinate its  
26 performance measure system with other natural resource-related  
27 agencies as defined in RCW 43.41.270.

28 (4) The department shall consult with affected interest groups in  
29 implementing this section.

30 (5) (~~After January 1, 2010,~~) Any project designed to address  
31 the restoration of Puget Sound may be funded under this chapter only  
32 if the project is not in conflict with the action agenda developed by  
33 the Puget Sound partnership under RCW 90.71.310.

34 **Sec. 915.** RCW 82.19.040 and 2017 3rd sp.s. c 1 s 989 are each  
35 amended to read as follows:

36 (1) To the extent applicable, all of the definitions of chapter  
37 82.04 RCW and all of the provisions of chapter 82.32 RCW apply to the  
38 tax imposed in this chapter.

1 (2) Until June 30, (~~2019~~) 2018, taxes collected under this  
2 chapter shall be distributed as follows: (a) Five million dollars per  
3 fiscal year must be deposited in equal monthly amounts to the state  
4 parks renewal and stewardship account under RCW 79A.05.215; and (b)  
5 the remainder to the waste reduction, recycling, and litter control  
6 account under RCW 70.93.180.

7 (3) Beginning June 30, 2018, and until June 30, 2019, taxes  
8 collected under this chapter shall be distributed as follows: (a)  
9 Four million dollars per fiscal year must be deposited in equal  
10 monthly amounts to the state parks renewal and stewardship account  
11 under RCW 79A.05.215; and (b) the remainder to the waste reduction,  
12 recycling, and litter control account under RCW 70.93.180.

13 NEW SECTION. Sec. 916. Section 916 of this act expires June 30,  
14 2019.

15 **Sec. 917.** RCW 86.26.007 and 2015 3rd sp.s. c 4 s 978 are each  
16 amended to read as follows:

17 The flood control assistance account is hereby established in the  
18 state treasury. At the beginning of the 2005-2007 fiscal biennium,  
19 the state treasurer shall transfer three million dollars from the  
20 general fund to the flood control assistance account. Each biennium  
21 thereafter the state treasurer shall transfer four million dollars  
22 from the general fund to the flood control assistance account, except  
23 that during the 2011-2013 fiscal biennium, the state treasurer shall  
24 transfer one million dollars from the general fund to the flood  
25 control assistance account. Moneys in the flood control assistance  
26 account may be spent only after appropriation for purposes specified  
27 under this chapter. During the 2013-2015 fiscal biennium and the  
28 2015-2017 fiscal biennium, the legislature may transfer from the  
29 flood control assistance account to the state general fund such  
30 amounts as reflect the excess fund balance of the account. During the  
31 2017-2019 fiscal biennium, the legislature may appropriate moneys  
32 from the account for the purposes specified under chapter 90.--- RCW  
33 (the new chapter created in section 305, chapter 1, Laws of 2018).

34 **Sec. 918.** RCW 90.56.500 and 2015 c 274 s 6 are each amended to  
35 read as follows:

36 (1) The state oil spill response account is created in the state  
37 treasury. All receipts from RCW 82.23B.020(1) shall be deposited in

1 the account. All costs reimbursed to the state by a responsible party  
2 or any other person for responding to a spill of oil shall also be  
3 deposited in the account. Moneys in the account shall be spent only  
4 after appropriation. The account is subject to allotment procedures  
5 under chapter 43.88 RCW.

6 (2)(a) The account shall be used exclusively to pay for:

7 (i) The costs associated with the response to spills or imminent  
8 threats of spills of crude oil or petroleum products into the waters  
9 of the state; and

10 (ii) The costs associated with the department's use of an  
11 emergency response towing vessel.

12 (b) During the 2015-2017 biennium, the legislature may transfer  
13 up to two million two hundred twenty-five thousand dollars from the  
14 account to the oil spill prevention account created in RCW 90.56.510.

15 (c) During the 2017-2019 fiscal biennium, the legislature may  
16 transfer up to four million seven hundred twenty-one thousand dollars  
17 from the account to the oil spill prevention account created in RCW  
18 90.56.510.

19 (3) Payment of response costs under subsection (2)(a)(i) of this  
20 section shall be limited to spills which the director has determined  
21 are likely to exceed one thousand dollars.

22 (4) Before expending moneys from the account, but without  
23 delaying response activities, the director shall make reasonable  
24 efforts to obtain funding for response costs under subsection (2) of  
25 this section from the person responsible for the spill and from other  
26 sources, including the federal government.

27 (5) Reimbursement for response costs from this account shall be  
28 allowed only for costs which are not covered by funds appropriated to  
29 the agencies responsible for response activities. Costs associated  
30 with the response to spills of crude oil or petroleum products shall  
31 include:

32 (a) Natural resource damage assessment and related activities;

33 (b) Spill related response, containment, wildlife rescue,  
34 cleanup, disposal, and associated costs;

35 (c) Interagency coordination and public information related to a  
36 response; and

37 (d) Appropriate travel, goods and services, contracts, and  
38 equipment.

1       **Sec. 919.** RCW 18.39.810 and 2009 c 102 s 24 are each amended to  
2 read as follows:

3       The funeral and cemetery account is created in the custody of the  
4 state treasurer. All receipts from fines and fees collected under  
5 this chapter and chapter 68.05 RCW must be deposited in the account.  
6 Expenditures from the account may be used only to carry out the  
7 duties required for the operation and enforcement of this chapter and  
8 chapter 68.05 RCW. Only the director of licensing or the director's  
9 designee may authorize expenditures from the account. The account is  
10 subject to the allotment procedures under chapter 43.88 RCW, but an  
11 appropriation is not required for expenditures. During the 2017-2019  
12 biennium, the legislature may transfer moneys from the funeral and  
13 cemetery account to the skeletal human remains assistance account.

14       NEW SECTION. **Sec. 920.** A new section is added to chapter 43.79  
15 RCW to read as follows:

16       The dedicated McCleary penalty account is created in the state  
17 treasury. Moneys in the account may be spent only after  
18 appropriation. Revenues in the account consist of moneys transferred  
19 to the account pursuant to the legislative directive. Expenditures  
20 from the account may be used only to meet the state's obligation for  
21 basic education funding under RCW 28A.150.220.

22       **Sec. 921.** 2017 c 290 s 2 (uncodified) is amended to read as  
23 follows:

24       (1)(a) The joint legislative task force on sexual assault  
25 forensic examination best practices is established for the purpose of  
26 reviewing best practice models for managing all aspects of sexual  
27 assault examinations and for reducing the number of untested sexual  
28 assault examination kits in Washington state that were collected  
29 prior to the effective date of this section.

30       (i) The caucus leaders from the senate shall appoint one member  
31 from each of the two largest caucuses of the senate.

32       (ii) The caucus leaders from the house of representatives shall  
33 appoint one member from each of the two largest caucuses of the house  
34 of representatives.

35       (iii) The president of the senate and the speaker of the house of  
36 representatives shall jointly appoint:

37       (A) One member representing each of the following:

38       (I) The Washington state patrol;

1 (II) The Washington association of sheriffs and police chiefs;  
2 (III) The Washington association of prosecuting attorneys;  
3 (IV) The Washington defender association or the Washington  
4 association of criminal defense lawyers;  
5 (V) The Washington association of cities;  
6 (VI) The Washington association of county officials;  
7 (VII) The Washington coalition of sexual assault programs;  
8 (VIII) The office of crime victims advocacy;  
9 (IX) The Washington state hospital association;  
10 (X) The Washington state forensic investigations council;  
11 (XI) A public institution of higher education as defined in RCW  
12 28B.10.016;  
13 (XII) A private higher education institution as defined in RCW  
14 28B.07.020; and  
15 (XIII) The office of the attorney general; and  
16 (B) Two members representing survivors of sexual assault.  
17 (b) The task force shall choose two cochairs from among its  
18 legislative membership. The legislative membership shall convene the  
19 initial meeting of the task force.  
20 (2) The duties of the task force include, but are not limited to:  
21 (a) Researching and determining the number of untested sexual  
22 assault examination kits in Washington state;  
23 (b) Researching the locations where the untested sexual assault  
24 examination kits are stored;  
25 (c) Researching, reviewing, and making recommendations regarding  
26 legislative policy options for reducing the number of untested sexual  
27 assault examination kits;  
28 (d) Researching the best practice models both in state and from  
29 other states for collaborative responses to victims of sexual assault  
30 from the point the sexual assault examination kit is collected to the  
31 conclusion of the investigation and providing recommendations  
32 regarding any existing gaps in Washington and resources that may be  
33 necessary to address those gaps; and  
34 (e) Researching, identifying, and making recommendations for  
35 securing nonstate funding for testing the sexual assault examination  
36 kits, and reporting on progress made toward securing such funding.  
37 (3) Staff support for the task force must be provided by the  
38 senate committee services and the house of representatives office of  
39 program research.

1 (4) Legislative members of the task force must be reimbursed for  
2 travel expenses in accordance with RCW 44.04.120. Nonlegislative  
3 members, except those representing an employer or organization, are  
4 entitled to be reimbursed for travel expenses in accordance with RCW  
5 43.03.050 and 43.03.060.

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

11 (6) The first meeting of the task force must occur prior to  
12 October 1, 2015. The task force shall submit a preliminary report  
13 regarding its initial findings and recommendations to the appropriate  
14 committees of the legislature and the governor no later than December  
15 1, 2015.

16 (7) The task force must meet no less than twice annually.

17 (8) The task force shall report its findings and recommendations  
18 to the appropriate committees of the legislature and the governor by  
19 September 30, 2016, and by December 1st of the following year.

20 (9) This section expires June 30, ~~((2018))~~ 2019.

21 **Sec. 922.** RCW 43.79.445 and 2017 3rd sp.s. c 1 s 970 are each  
22 amended to read as follows:

23 There is established an account in the state treasury referred to  
24 as the "death investigations account" which shall exist for the  
25 purpose of receiving, holding, investing, and disbursing funds  
26 appropriated or provided in RCW 70.58.107 and any moneys appropriated  
27 or otherwise provided thereafter.

28 Moneys in the death investigations account shall be disbursed by  
29 the state treasurer once every year on December 31 and at any other  
30 time determined by the treasurer. The treasurer shall make  
31 disbursements to: The state toxicology laboratory, counties for the  
32 cost of autopsies, the state patrol for providing partial funding for  
33 the state dental identification system, the criminal justice training  
34 commission for training county coroners, medical examiners and their  
35 staff, and the state forensic investigations council. Funds from the  
36 death investigations account may be appropriated during the 2013-2015  
37 fiscal biennium for the activities of the state crime laboratory  
38 within the Washington state patrol. ~~((In addition, during the  
39 2017-2019 fiscal biennium, the legislature may direct the state~~



1 ~~treasurer to make transfers of moneys in the death investigations~~  
2 ~~account to the state general fund.))~~

3       **Sec. 923.** RCW 39.12.080 and 2006 c 230 s 2 are each amended to  
4 read as follows:

5       The public works administration account is created in the state  
6 treasury. The department of labor and industries shall deposit in the  
7 account all moneys received from fees or civil penalties collected  
8 under RCW 39.12.050, 39.12.065, and 39.12.070. Appropriations from  
9 the account may be made only for the purposes of administration of  
10 this chapter, including, but not limited to, the performance of  
11 adequate wage surveys, and for the investigation and enforcement of  
12 all alleged violations of this chapter as provided for in this  
13 chapter and chapters 49.48 and 49.52 RCW. During the 2017-2019 fiscal  
14 biennium the legislature may direct the state treasurer to make  
15 transfers of moneys in the public works administration account to the  
16 state general fund. It is the intent of the legislature to use the  
17 moneys transferred in the 2017-2019 biennium to support  
18 apprenticeship programs.

19       **Sec. 924.** RCW 43.350.070 and 2016 sp.s. c 36 s 937 are each  
20 amended to read as follows:

21       The life sciences discovery fund is created in the custody of the  
22 state treasurer. Only the board or the board's designee may authorize  
23 expenditures from the fund. Expenditures from the fund may be made  
24 only for purposes of this chapter. Administrative expenses of the  
25 authority, including staff support, may be paid only from the fund.  
26 Revenues to the fund consist of transfers made by the legislature  
27 from strategic contribution payments deposited in the tobacco  
28 settlement account under RCW 43.79.480, moneys received pursuant to  
29 contribution agreements entered into pursuant to RCW 43.350.030,  
30 moneys received from gifts, grants, and bequests, and interest earned  
31 on the fund. During the 2015-2017 fiscal biennium, the legislature  
32 may transfer to other state funds or accounts such amounts as  
33 represent the excess balance of the life sciences discovery fund.  
34 During the 2017-2019 fiscal biennium, the legislature may make  
35 appropriations from the fund to the department of commerce for  
36 providing life sciences research grants.

1        NEW SECTION.    **Sec. 925.**    A new section is added to 2017 3rd sp.s.  
2 c 1 (uncodified) to read as follows:

3        (1) The senate facilities and operations committee and the house  
4 of representatives executive rules committee shall convene a  
5 legislative task force to examine establishing standards for  
6 maintaining and disclosing public records for the legislative branch  
7 of government.

8        (2) The meetings of the task force must be scheduled and  
9 conducted in accordance with the requirements of both the senate and  
10 the house of representatives. The expenses of the task force shall be  
11 paid jointly by the senate and the house of representatives. Task  
12 force meetings and expenditures are subject to approval by the senate  
13 facilities and operations committee and the house of representatives  
14 executive rules committee, or their successor committees.

15        (3) Legislative members of the task force may be reimbursed for  
16 travel expenses in accordance with RCW 44.04.120. Nonlegislative  
17 members, except those representing an employer, governmental entity,  
18 or other organization, are entitled to be reimbursed for travel  
19 expenses as provided in RCW 43.03.050 and 43.03.060.

20        (4) Staff support for the task force shall be provided by the  
21 senate committee services and the house of representatives office of  
22 program research. Meeting facilitation and related services for the  
23 task force shall be provided by the William D. Ruckelshaus center as  
24 specified in section 603(25) of this act.

25        (5) The task force shall report its findings and recommendations  
26 to the appropriate committees of the legislature by December 1, 2018.

27        (6) This section expires December 31, 2018.

28        NEW SECTION.    **Sec. 926.**    If any provision of this act or its  
29 application to any person or circumstance is held invalid, the  
30 remainder of the act or the application of the provision to other  
31 persons or circumstances is not affected.

32        NEW SECTION.    **Sec. 927.**    This act is necessary for the immediate  
33 preservation of the public peace, health, or safety, or support of  
34 the state government and its existing public institutions, and takes  
35 effect immediately."

(End of part)

**ESSB 6032** - CONF REPT  
By Conference Committee

1       On page 1, line 1 of the title, after "matters;" strike the  
2 remainder of the title and insert "amending RCW 43.41.433,  
3 28B.20.476, 41.26.802, 69.50.530, 69.50.540, 70.105D.070, 76.04.610,  
4 77.12.203, 79.105.150, 82.19.040, 86.26.007, 90.56.500, 18.39.810,  
5 43.79.445, 39.12.080, and 43.350.070; amending 2017 3rd sp.s. c 1 ss  
6 101, 102, 103, 104, 105, 106, 107, 108, 110, 111, 112, 113, 114, 115,  
7 116, 117, 118, 119, 120, 121, 122, 123, 124, 125, 126, 127, 128, 129,  
8 130, 131, 132, 133, 134, 135, 136, 137, 138, 139, 140, 141, 142, 143,  
9 144, 148, 145, 147, 149, 150, 201, 202, 203, 204, 205, 206, 207, 208,  
10 209, 210, 211, 212, 213, 214, 215, 216, 217, 218, 219, 220, 221, 222,  
11 223, 301, 302, 303, 304, 305, 306, 307, 308, 309, 310, 311, 401, 402,  
12 501, 502, 503, 504, 505, 506, 507, 508, 509, 510, 511, 512, 513, 514,  
13 515, 516, 518, 519, 520, 605, 606, 607, 608, 609, 610, 611, 612, 613,  
14 614, 615, 616, 617, 618, 619, 620, 701, 703, 708, 720, 721, 722, 723,  
15 724, 718, 718, 801, 805, 936, 937, 942, and 944 (uncodified);  
16 amending 2017 c 290 s 2 (uncodified); adding new sections to 2017 3rd  
17 sp.s. c 1 (uncodified); adding a new section to chapter 43.79 RCW;  
18 repealing 2017 3rd sp.s. c 1 s 737 (uncodified); making  
19 appropriations; providing expiration dates; and declaring an  
20 emergency."

(End of Bill)

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