

2 **SSB 6062** - H COMM AMD  
3 By Committee on Appropriations

4 ADOPTED AS AMENDED 3/31/97

5 Strike everything after the enacting clause and insert the  
6 following:

7 NEW SECTION. **Sec. 1.** (1) A budget is hereby adopted and, subject  
8 to the provisions set forth in the following sections, the several  
9 amounts specified in the following sections, or so much thereof as  
10 shall be sufficient to accomplish the purposes designated, are hereby  
11 appropriated and authorized to be incurred for salaries, wages, and  
12 other expenses of the agencies and offices of the state and for other  
13 specified purposes for the fiscal biennium beginning July 1, 1997, and  
14 ending June 30, 1999, except as otherwise provided, out of the several  
15 funds of the state hereinafter named.

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

18 (a) "Fiscal year 1998" or "FY 1998" means the fiscal year ending  
19 June 30, 1998.

20 (b) "Fiscal year 1999" or "FY 1999" means the fiscal year ending  
21 June 30, 1999.

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

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

25 (e) "Provided solely" means the specified amount may be spent only  
26 for the specified purpose. Unless otherwise specifically authorized in  
27 this act, any portion of an amount provided solely for a specified  
28 purpose which is unnecessary to fulfill the specified purpose shall  
29 lapse.

30 **PART I**  
31 **GENERAL GOVERNMENT**

32	<u>NEW SECTION.</u> <b>Sec. 101. FOR THE HOUSE OF REPRESENTATIVES</b>	
33	General Fund Appropriation (FY 1998) . . . . .	\$ 24,216,000
34	General Fund Appropriation (FY 1999) . . . . .	\$ 25,637,000

1 TOTAL APPROPRIATION . . . . . \$ 49,853,000

2 The appropriations in this section are subject to the following  
3 conditions and limitations: \$75,000 of the general fund fiscal year  
4 1998 appropriation and \$75,000 of the general fund fiscal year 1999  
5 appropriation are provided solely for the independent operations of the  
6 legislative ethics board. Expenditure decisions of the board,  
7 including employment of staff, shall be independent of the senate and  
8 house of representatives.

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

10 General Fund Appropriation (FY 1998) . . . . . \$ 19,232,000  
11 General Fund Appropriation (FY 1999) . . . . . \$ 20,663,000  
12 TOTAL APPROPRIATION . . . . . \$ 39,895,000

13 The appropriations in this section are subject to the following  
14 conditions and limitations: \$75,000 of the general fund fiscal year  
15 1998 appropriation and \$75,000 of the general fund fiscal year 1999  
16 appropriation are provided solely for the independent operations of the  
17 legislative ethics board. Expenditure decisions of the board,  
18 including employment of staff, shall be independent of the senate and  
19 house of representatives.

20 NEW SECTION. **Sec. 103. FOR THE JOINT LEGISLATIVE AUDIT AND REVIEW**  
21 **COMMITTEE**

22 General Fund Appropriation (FY 1998) . . . . . \$ 1,501,000  
23 General Fund Appropriation (FY 1999) . . . . . \$ 1,445,000  
24 TOTAL APPROPRIATION . . . . . \$ 2,946,000

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

27 (1) \$80,000 of the general fund appropriation for fiscal year 1998  
28 and \$20,000 of the general fund appropriation for fiscal year 1999 are  
29 provided solely for a coordinated study of and recommendations for  
30 student financial aid and tuition policy. The study shall consider how  
31 tuition and financial aid policies might be formulated to maximize  
32 access to higher education services, promote equity in educational  
33 opportunity among households of varying income levels, and preserve a  
34 range of educational choices for students. The study shall include an  
35 evaluation of resources and benefits available to students to maximize

1 state financial aid program funds. The committee shall complete the  
2 study and issue a report to the legislature by November 1, 1998.

3 (2) \$50,000 of the general fund appropriation for fiscal year 1998  
4 is provided solely to implement Substitute Senate Bill No. 5071 (school  
5 district territory). If the bill is not enacted by June 30, 1997, the  
6 amount provided in this subsection shall lapse.

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

9	General Fund Appropriation (FY 1998)	. . . . .	\$	1,163,000
10	General Fund Appropriation (FY 1999)	. . . . .	\$	1,232,000
11	TOTAL APPROPRIATION	. . . . .	\$	2,395,000

12 NEW SECTION. **Sec. 105. FOR THE OFFICE OF THE STATE ACTUARY**

13 Department of Retirement Systems Expense Account

14	Appropriation	. . . . .	\$	1,681,000
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15 NEW SECTION. **Sec. 106. FOR THE JOINT LEGISLATIVE SYSTEMS**  
16 **COMMITTEE**

17	General Fund Appropriation (FY 1998)	. . . . .	\$	5,430,000
18	General Fund Appropriation (FY 1999)	. . . . .	\$	5,430,000
19	TOTAL APPROPRIATION	. . . . .	\$	10,860,000

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

21	General Fund Appropriation (FY 1998)	. . . . .	\$	3,212,000
22	General Fund Appropriation (FY 1999)	. . . . .	\$	3,552,000
23	TOTAL APPROPRIATION	. . . . .	\$	6,764,000

24 NEW SECTION. **Sec. 108. FOR THE SUPREME COURT**

25	General Fund Appropriation (FY 1998)	. . . . .	\$	4,642,000
26	General Fund Appropriation (FY 1999)	. . . . .	\$	4,815,000
27	TOTAL APPROPRIATION	. . . . .	\$	9,457,000

28 NEW SECTION. **Sec. 109. FOR THE LAW LIBRARY**

29	General Fund Appropriation (FY 1998)	. . . . .	\$	1,769,000
30	General Fund Appropriation (FY 1999)	. . . . .	\$	1,783,000
31	TOTAL APPROPRIATION	. . . . .	\$	3,552,000

32 NEW SECTION. **Sec. 110. FOR THE COURT OF APPEALS**

1	General Fund Appropriation (FY 1998)	\$	10,300,000
2	General Fund Appropriation (FY 1999)	\$	10,207,000
3	TOTAL APPROPRIATION	\$	20,507,000

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

6 (1) \$271,000 of the general fund fiscal year 1999 appropriation is  
7 provided solely for an additional judge position and related support  
8 staff in division I, effective July 1, 1998.

9 (2) \$490,000 of the general fund fiscal year 1998 appropriation is  
10 provided solely for remodeling existing space in division I court  
11 facilities to house additional staff.

12 NEW SECTION. **Sec. 111. FOR THE COMMISSION ON JUDICIAL CONDUCT**

13	General Fund Appropriation (FY 1998)	\$	652,000
14	General Fund Appropriation (FY 1999)	\$	652,000
15	TOTAL APPROPRIATION	\$	1,304,000

16 NEW SECTION. **Sec. 112. FOR THE ADMINISTRATOR FOR THE COURTS**

17	General Fund Appropriation (FY 1998)	\$	12,488,000
18	General Fund Appropriation (FY 1999)	\$	12,495,000
19	Public Safety and Education Account Appropriation	\$	31,384,000
20	Judicial Information Systems Account Appropriation	\$	16,159,000
21	TOTAL APPROPRIATION	\$	72,526,000

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

24 (1) Funding provided in the judicial information systems account  
25 appropriation shall be used for the operations and maintenance of  
26 technology systems that improve services provided by the supreme court,  
27 the court of appeals, the office of public defense, and the office of  
28 the administrator for the courts. \$400,000 of the judicial information  
29 systems account appropriation is provided solely for the year 2000 date  
30 conversion.

31 (2) \$6,610,000 of the public safety and education account  
32 appropriation is provided solely for the continuation of treatment  
33 alternatives to street crime (TASC) programs in Pierce, Snohomish,  
34 Clark, King, Spokane, and Yakima counties.

1 (3) \$125,000 of the public safety and education account  
2 appropriation is provided solely for the workload associated with the  
3 increase in state cases filed in Thurston county superior court.

4 (4) \$223,000 of the public safety and education account  
5 appropriation is provided solely for the gender and justice commission.

6 (5) \$308,000 of the public safety and education account  
7 appropriation is provided solely for the minority and justice  
8 commission.

9 (6) No moneys appropriated in this section may be expended by the  
10 administrator for the courts for payments in excess of fifty percent of  
11 the employer contribution on behalf of superior court judges for  
12 insurance and health care plans and federal social security and  
13 medicare and medical aid benefits. Consistent with Article IV, section  
14 13 of the state Constitution and 1996 Attorney General's Opinion No. 2,  
15 it is the intent of the legislature that the cost of these employer  
16 contributions shall be shared equally between the state and the county  
17 or counties in which the judges serve. The administrator for the  
18 courts shall continue to implement procedures for the collection and  
19 disbursement of these employer contributions.

20 NEW SECTION. **Sec. 113. FOR THE OFFICE OF PUBLIC DEFENSE**

21 Public Safety and Education Account Appropriation . . \$ 12,196,000

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

24 (1) The cost of defending indigent offenders in death penalty cases  
25 has escalated significantly over the last four years. The office of  
26 public defense advisory committee shall analyze the current methods for  
27 reimbursing private attorneys and shall develop appropriate standards  
28 and criteria designed to control costs and still provide indigent  
29 defendants their constitutional right to representation at public  
30 expense. The office of public defense advisory committee shall report  
31 its findings and recommendations to the supreme court and the  
32 appropriate legislative committees by September 30, 1998.

33 (2) \$688,000 of the public safety and education account  
34 appropriation is provided solely to increase the reimbursement for  
35 private attorneys providing constitutionally mandated indigent defense  
36 in nondeath penalty cases.

37 NEW SECTION. **Sec. 114. FOR THE OFFICE OF THE GOVERNOR**

1	General Fund--State Appropriation (FY 1998) . . . . .	\$	5,052,000
2	General Fund--State Appropriation (FY 1999) . . . . .	\$	4,968,000
3	General Fund--Federal Appropriation . . . . .	\$	188,000
4	Water Quality Account Appropriation . . . . .	\$	700,000
5	TOTAL APPROPRIATION . . . . .	\$	10,908,000

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

8 (1) \$1,618,000 of the general fund--state appropriation for fiscal  
9 year 1998, \$1,520,000 of the general fund--state appropriation for  
10 fiscal year 1999, \$700,000 of the water quality account appropriation,  
11 and \$188,000 of the general fund--federal appropriation are provided  
12 solely for the implementation of the Puget Sound work plan and agency  
13 action items PSAT-01 through PSAT-06.

14 (2) \$12,000 of the general fund--state appropriation for fiscal  
15 year 1998 and \$13,000 of the general fund--state appropriation for  
16 fiscal year 1999 are provided for the state law enforcement medal of  
17 honor committee for the purposes of recognizing qualified law  
18 enforcement officers as provided by chapter 41.72 RCW.

19 NEW SECTION. **Sec. 115. FOR THE LIEUTENANT GOVERNOR**

20	General Fund Appropriation (FY 1998) . . . . .	\$	254,000
21	General Fund Appropriation (FY 1999) . . . . .	\$	255,000
22	TOTAL APPROPRIATION . . . . .	\$	509,000

23 NEW SECTION. **Sec. 116. FOR THE PUBLIC DISCLOSURE COMMISSION**

24	General Fund Appropriation (FY 1998) . . . . .	\$	1,434,000
25	General Fund Appropriation (FY 1999) . . . . .	\$	1,183,000
26	TOTAL APPROPRIATION . . . . .	\$	2,617,000

27 The appropriations in this section are subject to the following  
28 conditions and limitations: \$306,000 of the general fund fiscal year  
29 1998 appropriation and \$72,000 of the general fund fiscal year 1999  
30 appropriation are provided solely for technology for customer service  
31 improvements.

32 NEW SECTION. **Sec. 117. FOR THE SECRETARY OF STATE**

33	General Fund Appropriation (FY 1998) . . . . .	\$	7,847,000
34	General Fund Appropriation (FY 1999) . . . . .	\$	5,740,000
35	Archives & Records Management Account--State		

1	Appropriation . . . . .	\$	4,330,000
2	Archives & Records Management Account--Private/Local		
3	Appropriation . . . . .	\$	2,261,000
4	Department of Personnel Service Account		
5	Appropriation . . . . .	\$	663,000
6	TOTAL APPROPRIATION . . . . .	\$	20,841,000

7 The appropriations in this section are subject to the following  
8 condition and limitation:

9 (1) \$99,000 of the general fund fiscal year 1998 appropriation is  
10 provided for the state's participation in the United States census  
11 voting district project.

12 (2) \$25,000 of the general fund appropriation for fiscal year 1998  
13 and \$25,000 of the general fund appropriation for fiscal year 1999 are  
14 provided solely to establish a data base on international education and  
15 foreign trade contacts.

16 NEW SECTION. **Sec. 118. FOR THE GOVERNOR'S OFFICE OF INDIAN**  
17 **AFFAIRS**

18	General Fund Appropriation (FY 1998) . . . . .	\$	185,000
19	General Fund Appropriation (FY 1999) . . . . .	\$	188,000
20	TOTAL APPROPRIATION . . . . .	\$	373,000

21 NEW SECTION. **Sec. 119. FOR THE COMMISSION ON ASIAN-AMERICAN**  
22 **AFFAIRS**

23	General Fund Appropriation (FY 1998) . . . . .	\$	200,000
24	General Fund Appropriation (FY 1999) . . . . .	\$	201,000
25	TOTAL APPROPRIATION . . . . .	\$	401,000

26 NEW SECTION. **Sec. 120. FOR THE STATE TREASURER**

27	State Treasurer's Service Account Appropriation . . .	\$	11,585,000
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28 NEW SECTION. **Sec. 121. FOR THE STATE AUDITOR**

29	General Fund Appropriation (FY 1998) . . . . .	\$	428,000
30	General Fund Appropriation (FY 1999) . . . . .	\$	428,000
31	State Auditing Services Revolving Account		
32	Appropriation . . . . .	\$	11,957,000
33	TOTAL APPROPRIATION . . . . .	\$	12,813,000

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

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

8 (2) \$398,000 of the general fund appropriation for fiscal year 1998  
9 and \$399,000 of the general fund appropriation for fiscal year 1999 are  
10 provided solely for staff and related costs to audit special education  
11 programs that exhibit unusual rates of growth, extraordinarily high  
12 costs, or other characteristics requiring attention of the state safety  
13 net committee. The auditor shall consult with the superintendent of  
14 public instruction regarding training and other staffing assistance  
15 needed to provide expertise to the audit staff.

16 NEW SECTION. **Sec. 122. FOR THE CITIZENS' COMMISSION ON SALARIES**  
17 **FOR ELECTED OFFICIALS**

18	General Fund Appropriation (FY 1998) . . . . .	\$	4,000
19	General Fund Appropriation (FY 1999) . . . . .	\$	62,000
20	TOTAL APPROPRIATION . . . . .	\$	66,000

21 NEW SECTION. **Sec. 123. FOR THE ATTORNEY GENERAL**

22	General Fund--State Appropriation (FY 1998) . . . . .	\$	4,798,000
23	General Fund--State Appropriation (FY 1999) . . . . .	\$	3,735,000
24	General Fund--Federal Appropriation . . . . .	\$	2,248,000
25	Public Safety and Education Account Appropriation . .	\$	1,300,000
26	New Motor Vehicle Arbitration Account Appropriation .	\$	1,094,000
27	Legal Services Revolving Account Appropriation . . .	\$	124,301,000
28	Attorney General Salary Increase Revolving Account		
29	Appropriation . . . . .	\$	998,000
30	TOTAL APPROPRIATION . . . . .	\$	138,474,000

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

33 (1) The attorney general shall report each fiscal year on actual  
34 legal services expenditures and actual attorney staffing levels for  
35 each agency receiving legal services. The report shall be submitted to  
36 the office of financial management and the fiscal committees of the



1 senate and house of representatives no later than ninety days after the  
2 end of each fiscal year.

3 (2) The attorney general shall include, at a minimum, the following  
4 information with each bill sent to agencies receiving legal services:

5 (a) The number of hours and cost of attorney services provided during  
6 the billing period; (b) cost of support staff services provided during  
7 the billing period; (c) attorney general overhead and central support  
8 costs charged to the agency for the billing period; (d) direct legal  
9 costs, such as filing and docket fees, charged to the agency for the  
10 billing period; and (e) other costs charged to the agency for the  
11 billing period. The attorney general may, with approval of the office  
12 of financial management change its billing system to meet the needs of  
13 its user agencies.

14 (3) \$998,000 of the attorney general salary increase revolving  
15 account appropriation is provided solely for salary increases for  
16 assistant attorneys general with legal experience of ten years or less.

17 (4) \$1,360,000 from the general fund fiscal year 1998 appropriation  
18 and \$298,000 from the general fund fiscal year 1999 appropriation is  
19 provided solely to implement Substitute House Bill No. 1781 (supervised  
20 offender monitoring). If the bill is not enacted by June 30, 1997, the  
21 amounts in this subsection shall lapse.

22 (5) \$250,000 from the legal services revolving account  
23 appropriation is provided solely for legal services from the attorney  
24 general if the need results from the implementation of Second  
25 Substitute House Bill No. 1938 (at-risk youth). If the bill is not  
26 enacted by June 30, 1997, the amounts in this subsection shall lapse.

27 NEW SECTION.      **Sec. 124.      FOR THE DEPARTMENT OF FINANCIAL**  
28 **INSTITUTIONS**

29 Securities Regulation Account--State Appropriation    .    \$      5,458,000

30 NEW SECTION.      **Sec. 125.      FOR THE DEPARTMENT OF COMMUNITY, TRADE,**  
31 **AND ECONOMIC DEVELOPMENT**

32 General Fund--State Appropriation (FY 1998) . . . . . \$    57,338,000

33 General Fund--State Appropriation (FY 1999) . . . . . \$    56,316,000

34 General Fund--Federal Appropriation . . . . . \$    147,864,000

35 General Fund--Private/Local Appropriation . . . . . \$      6,903,000

36 Public Safety and Education Account Appropriation . . \$      8,781,000

37 Drinking Water Assistance Account--Federal

1	Appropriation . . . . .	\$	852,000
2	Public Works Assistance Account Appropriation . . . . .	\$	2,223,000
3	Building Code Council Account Appropriation . . . . .	\$	1,318,000
4	Administrative Contingency Account Appropriation . . . . .	\$	1,776,000
5	Low-Income Weatherization Assistance Account		
6	Appropriation . . . . .	\$	923,000
7	Violence Reduction and Drug Enforcement Account		
8	Appropriation . . . . .	\$	2,639,000
9	Manufactured Home Installation Training Account		
10	Appropriation . . . . .	\$	250,000
11	Washington Housing Trust Account Appropriation . . . . .	\$	7,999,000
12	Public Facility Construction Loan Revolving Account		
13	Appropriation . . . . .	\$	515,000
14	TOTAL APPROPRIATION . . . . .	\$	295,697,000

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

17 (1) \$3,282,500 of the general fund--state appropriation for fiscal  
18 year 1998 and \$3,282,500 of the general fund--state appropriation for  
19 fiscal year 1999 are provided solely for a contract with the Washington  
20 technology center. For work essential to the mission of the Washington  
21 technology center and conducted in partnership with universities, the  
22 center shall not pay any increased indirect rate nor increases in other  
23 indirect charges above the absolute amount paid during the 1995-97  
24 biennium.

25 (2) \$155,000 of the general fund--state appropriation for fiscal  
26 year 1998 and \$155,000 of the general fund--state appropriation for  
27 fiscal year 1999 are provided solely for a contract with the Washington  
28 manufacturing extension partnership.

29 (3) \$1,750,000 of the general fund fiscal year 1998 appropriation  
30 and \$1,750,000 of the general fund fiscal year 1999 appropriation are  
31 provided solely to implement sections 21 and 23 of Engrossed Second  
32 Substitute House Bill No. 2244 (land use study commission  
33 recommendations). If the bill is not enacted by June 30, 1997, the  
34 amounts in this subsection shall lapse.

35 (4) \$4,800,000 of the public safety and education account  
36 appropriation is provided solely for indigent civil legal  
37 representation services contracts and contracts administration. The  
38 amount provided in this subsection is contingent upon enactment of  
39 section 2 of House Bill No. 2276 (civil legal services for indigent

1 persons). If section 2 of the bill is not enacted by June 30, 1997,  
2 the amount provided in this subsection shall lapse.

3 (5) \$50,000 of the general fund--state fiscal year 1998  
4 appropriation and \$50,000 of the general fund--state fiscal year 1999  
5 appropriation are provided solely to implement Engrossed Second  
6 Substitute House Bill No. 1752 (developmental disabilities ombudsman).  
7 If the bill is not enacted by June 30, 1997, this subsection shall be  
8 null and void.

9 (6) \$117,000 of the general fund--state fiscal year 1998  
10 appropriation and \$105,000 of the general fund--state fiscal year 1999  
11 appropriation are provided solely to implement Engrossed Second  
12 Substitute House Bill No. 1032 (regulatory reform). If the bill is not  
13 enacted by June 30, 1997, the amounts in this subsection shall lapse.

14 (7) \$643,000 of the general fund--state fiscal year 1998  
15 appropriation and \$643,000 of the general fund--state fiscal year 1999  
16 appropriation are provided solely to increase payment rates for  
17 contracted early childhood education assistance program providers. It  
18 is the legislature's intent that these amounts shall be used primarily  
19 to increase compensation for persons employed in direct, front-line  
20 service delivery.

21 (8) \$9,964,000 of the general fund--federal appropriation is  
22 provided solely for the drug control and system improvement formula  
23 grant program, to be distributed in state fiscal year 1998 as follows:

24 (a) \$3,603,250 to local units of governments to continue the  
25 multijurisdictional narcotics task forces;

26 (b) \$500,000 to the department to continue the state-wide drug  
27 prosecution assistance program in support of multijurisdictional  
28 narcotics task forces;

29 (c) \$1,306,075 to the Washington state patrol for coordination,  
30 investigative, and supervisory support to the multijurisdictional  
31 narcotics task forces and for methamphetamine education and response;

32 (d) \$240,000 to the department for grants to support tribal law  
33 enforcement needs;

34 (e) \$900,000 to drug courts in eastern and western Washington;

35 (f) \$300,000 to the department for grants to provide sentencing  
36 alternatives training programs to defenders;

37 (g) \$200,000 for grants to support substance-abuse treatment in  
38 county jails;

1 (h) \$517,075 to the department for legal advocacy for victims of  
2 domestic violence and for training of local law enforcement officers  
3 and prosecutors on domestic violence laws and procedures;

4 (i) \$903,000 to the department to continue youth violence  
5 prevention and intervention projects;

6 (j) \$91,000 for the governor's council on substance abuse;

7 (k) \$99,000 for program evaluation and monitoring;

8 (l) \$100,000 to the division of juvenile rehabilitation  
9 administration for early intervention and prevention programs;

10 (m) \$498,200 for development of a state-wide system to track  
11 criminal history records; and

12 (n) Up to \$706,400 to the department for grant administration and  
13 reporting.

14 These amounts represent the maximum Byrne grant expenditure  
15 authority for each program. No program may expend Byrne grant funds in  
16 excess of the amounts provided in this section. If any moneys other  
17 than those appropriated in this section become available, whether from  
18 prior or current fiscal year Byrne grant distributions, the department  
19 shall hold these moneys in reserve and may not expend them without a  
20 specific appropriation. These moneys shall be carried forward and  
21 applied to the pool of moneys available for appropriation for programs  
22 and projects in the succeeding fiscal year.

23 (9) \$18,000 of the general fund--state fiscal year 1998  
24 appropriation and \$17,000 of the general fund--state fiscal year 1999  
25 appropriation are provided solely to continue studying the  
26 infrastructure, logistical, and informational needs for the region  
27 involving Washington, Oregon, and British Columbia to host the summer  
28 Olympic Games in the year 2004 or 2008. The amount provided in this  
29 subsection may be expended only to the extent that it is matched on a  
30 dollar-for-dollar basis by funds for the same purpose from nonstate  
31 sources.

32 (10) \$75,000 of the general fund--state fiscal year 1998  
33 appropriation and \$75,000 of the general fund--state fiscal year 1999  
34 appropriation are provided solely as a grant for the community  
35 connections program in Walla Walla county.

36 (11) \$300,000 of the general fund--state fiscal year 1998  
37 appropriation and \$300,000 of the general fund--state fiscal year 1999  
38 appropriation are provided solely to contract with the Washington state  
39 association of court-appointed special advocates/guardians ad litem

1 (CASA/GAL) to establish pilot programs in three counties to recruit  
 2 additional community volunteers to represent the interests of children  
 3 in dependency proceedings. Of this amount, a maximum of \$30,000 shall  
 4 be used by the department to contract for an evaluation of the  
 5 effectiveness of CASA/GAL in improving outcomes for dependent children.  
 6 The evaluation shall address the cost-effectiveness of CASA/GAL and to  
 7 the extent possible, identify savings in other programs of the state  
 8 budget where the savings resulted from the efforts of the CASA/GAL  
 9 volunteers. The department shall report to the governor and  
 10 legislature by October 15, 1998.

11 (12) \$75,000 of the general fund--state appropriation for fiscal  
 12 year 1999 is provided solely for state sponsorship of the "BIO 99"  
 13 international biotechnology conference and exhibition in the Seattle  
 14 area in 1999.

15 (13) \$821,000 of the general fund--state appropriation for fiscal  
 16 year 1998, \$821,000 of the general fund--state appropriation for fiscal  
 17 year 1999, and \$1,101,000 of the administrative contingency account  
 18 appropriation are provided solely for contracting with associate  
 19 development organizations.

20 (14) \$60,000 of the general fund--state appropriation for fiscal  
 21 year 1998 and \$60,000 of the general fund--state appropriation for  
 22 fiscal year 1999 are provided solely for implementation of the Puget  
 23 Sound work plan action item DCTED-01.

24 NEW SECTION. **Sec. 126. FOR THE ECONOMIC AND REVENUE FORECAST**  
 25 **COUNCIL**

26	General Fund Appropriation (FY 1998)	. . . . .	\$	452,000
27	General Fund Appropriation (FY 1999)	. . . . .	\$	453,000
28	TOTAL APPROPRIATION	. . . . .	\$	905,000

29 NEW SECTION. **Sec. 127. FOR THE OFFICE OF FINANCIAL MANAGEMENT**

30	General Fund--State Appropriation (FY 1998)	. . . . .	\$	10,333,000
31	General Fund--State Appropriation (FY 1999)	. . . . .	\$	10,054,000
32	General Fund--Federal Appropriation	. . . . .	\$	23,331,000
33	TOTAL APPROPRIATION	. . . . .	\$	43,718,000

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

36 (1) \$125,000 of the general fund--state fiscal year 1998  
 37 appropriation and \$125,000 of the general fund--state fiscal year 1999

1 appropriation are provided solely to implement Substitute House Bill  
2 No. 1698 (K-20 telecommunications network). If the bill is not enacted  
3 by June 30, 1997, the amounts in this subsection shall lapse.

4 (2) \$230,000 of the general fund--state fiscal year 1998  
5 appropriation and \$213,000 of the general fund--state fiscal year 1999  
6 appropriation are provided solely to implement Engrossed Second  
7 Substitute House Bill No. 1032 (regulatory reform). If the bill is not  
8 enacted by June 30, 1997, the amounts in this subsection shall lapse.

9 NEW SECTION. **Sec. 128. FOR THE OFFICE OF ADMINISTRATIVE HEARINGS**

10 Administrative Hearings Revolving Account

11 Appropriation . . . . . \$ 19,615,000

12 NEW SECTION. **Sec. 129. FOR THE DEPARTMENT OF PERSONNEL**

13 Department of Personnel Service Account Appropriation \$ 16,498,000

14 Higher Education Personnel Services Account

15 Appropriation . . . . . \$ 1,632,000

16 TOTAL APPROPRIATION . . . . . \$ 18,130,000

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

19 (1) The department shall reduce its charge for personnel services  
20 to the lowest rate possible.

21 (2) \$32,000 of the department of personnel service fund  
22 appropriation is provided solely for the creation, printing, and  
23 distribution of the personal benefits statement for state employees.

24 (3) The department of personnel service account appropriation  
25 contains sufficient funds to continue the employee exchange program  
26 with the Hyogo prefecture in Japan.

27 (4) \$500,000 of the department of personnel service account  
28 appropriation is provided solely for the career transition program to  
29 assist state employees who are separated or are at risk of lay-off due  
30 to reduction-in-force. Services shall include employee retraining and  
31 career counseling.

32 (5) \$800,000 of the department of personnel service account  
33 appropriation is provided solely for the human resource data warehouse  
34 to: Expand the type and amount of information available on the state-  
35 wide work force; and to provide the office of financial management,  
36 legislature, and state agencies with direct access to the data for  
37 policy and planning purposes. The department of personnel shall

1 establish uniform reporting procedures by June 30, 1998, applicable to  
 2 all state agencies and higher education institutions, for reporting  
 3 data to the data warehouse. The department of personnel will report  
 4 quarterly to the legislative fiscal committees, the information  
 5 services board, and the office of information technology oversight of  
 6 the department of information services on the following items: (a) The  
 7 number of state agencies that have received access to the data  
 8 warehouse; (b) the change in requests for downloads from the mainframe  
 9 computer by agencies with access to the data warehouse; and (c) a  
 10 summary of customer feedback from agencies with access to the data  
 11 warehouse. Authority to expend this amount is conditioned on  
 12 compliance with section 902 of this act.

13 (6) The department of personnel has the authority to charge  
 14 agencies for expenses associated with converting its payroll/personnel  
 15 computer system to accommodate the year 2000 date change. Funding to  
 16 cover these expenses shall be realized from the agency FICA savings  
 17 associated with the pretax benefits contributions plan.

18 (7) The department of personnel shall charge all administrative  
 19 services costs incurred by the department of retirement systems for the  
 20 deferred compensation program. The billings to the department of  
 21 retirement systems shall be for actual costs only.

22 NEW SECTION. **Sec. 130. FOR THE WASHINGTON STATE LOTTERY**

23	Industrial Insurance Premium Refund Appropriation . . . . .	\$	9,000
24	Lottery Administrative Account Appropriation . . . . .	\$	19,970,000
25	TOTAL APPROPRIATION . . . . .	\$	19,979,000

26 NEW SECTION. **Sec. 131. FOR THE COMMISSION ON HISPANIC AFFAIRS**

27	General Fund Appropriation (FY 1998) . . . . .	\$	199,000
28	General Fund Appropriation (FY 1999) . . . . .	\$	208,000
29	TOTAL APPROPRIATION . . . . .	\$	407,000

30 NEW SECTION. **Sec. 132. FOR THE COMMISSION ON AFRICAN-AMERICAN**  
 31 **AFFAIRS**

32	General Fund Appropriation (FY 1998) . . . . .	\$	170,000
33	General Fund Appropriation (FY 1999) . . . . .	\$	168,000
34	TOTAL APPROPRIATION . . . . .	\$	338,000

35 NEW SECTION. **Sec. 133. FOR THE PERSONNEL APPEALS BOARD**

1 Department of Personnel Service Account Appropriation \$ 1,539,000

2 NEW SECTION. Sec. 134. FOR THE DEPARTMENT OF RETIREMENT SYSTEMS--  
3 OPERATIONS

4 Dependent Care Administrative Account Appropriation . \$ 357,000  
5 Department of Retirement Systems Expense Account  
6 Appropriation . . . . . \$ 31,418,000  
7 TOTAL APPROPRIATION . . . . . \$ 31,775,000

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

10 (1) \$1,373,000 of the department of retirement systems expense  
11 account appropriation is provided solely for the information systems  
12 project known as the electronic document image management system.  
13 Authority to expend this amount is conditioned on compliance with  
14 section 902 of this act.

15 (2) \$1,259,000 of the department of retirement systems expense  
16 account appropriation is provided solely for the information systems  
17 project known as the receivables management system. Authority to  
18 expend this amount is conditioned on compliance with section 902 of  
19 this act.

20 (3) The department of retirement systems shall complete a study  
21 examining whether it would be cost-effective to contract out the  
22 administration functions for the dependent care assistance program and  
23 shall report to the fiscal committees of the legislature by December  
24 15, 1997.

25 NEW SECTION. Sec. 135. FOR THE STATE INVESTMENT BOARD

26 State Investment Board Expense Account Appropriation \$ 10,324,000

27 NEW SECTION. Sec. 136. FOR THE DEPARTMENT OF REVENUE

28 General Fund Appropriation (FY 1998) . . . . . \$ 66,050,000  
29 General Fund Appropriation (FY 1999) . . . . . \$ 65,874,000  
30 Timber Tax Distribution Account Appropriation . . . . \$ 4,780,000  
31 Waste Reduction/Recycling/Litter Control Appropriation \$ 100,000  
32 State Toxics Control Account Appropriation . . . . . \$ 67,000  
33 Solid Waste Management Account Appropriation . . . . \$ 92,000  
34 Oil Spill Administration Account Appropriation . . . \$ 14,000  
35 TOTAL APPROPRIATION . . . . . \$ 136,977,000



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

3       (1) \$1,540,000 of the general fund appropriation for fiscal year  
4 1998 and \$1,710,000 of the general fund appropriation for fiscal year  
5 1999 are provided solely for senior citizen property tax deferral  
6 distribution.

7       (2) \$225,000 of the general fund appropriation for fiscal year 1998  
8 and \$225,000 of the general fund appropriation for fiscal year 1999 are  
9 provided solely for implementation of Engrossed Second Substitute House  
10 Bill No. 1032 (regulatory reform). If the bill is not enacted by June  
11 30, 1997, the amounts provided in this subsection shall lapse.

12       (3) \$71,000 of the general fund appropriation for fiscal year 1998  
13 is provided solely for implementation of Engrossed Substitute House  
14 Bill No. 1283 (economic development programs). If the bill is not  
15 enacted by June 30, 1997, the amount provided in this subsection shall  
16 lapse.

17       (4) \$200,000 of the general fund appropriation for fiscal year 1998  
18 is provided solely for implementation of Engrossed Second Substitute  
19 House Bill No. 1327 (sales tax collection reimbursement). If the bill  
20 is not enacted by June 30, 1997, the amount provided in this subsection  
21 shall lapse.

22       (5) \$53,000 of the general fund appropriation for fiscal year 1998  
23 and \$53,000 of the general fund appropriation for fiscal year 1999 are  
24 provided solely for implementation of Substitute House Bill No. 1346  
25 (electricity use tax). If the bill is not enacted by June 30, 1997,  
26 the amounts provided in this subsection shall lapse.

27       (6) \$44,000 of the general fund appropriation for fiscal year 1998  
28 is provided solely for implementation of House Bill No. 1689 (small  
29 business tax relief). If the bill is not enacted by June 30, 1997, the  
30 amount provided in this subsection shall lapse.

31       (7) \$70,000 of the general fund appropriation for fiscal year 1998  
32 is provided solely for implementation of Second Substitute House Bill  
33 No. 2080 (agriculture land classification). If the bill is not enacted  
34 by June 30, 1997, the amount provided in this subsection shall lapse.

35       (8) \$304,000 of the general fund appropriation for fiscal year 1998  
36 and \$226,000 of the general fund appropriation for fiscal year 1999 are  
37 provided solely for implementation of Senate Bill No. 5835 (property  
38 tax limitation). If the bill is not enacted by June 30, 1997, the  
39 amounts provided in this subsection shall lapse.

1 (9) Within the amounts appropriated in this section the department  
 2 shall conduct a study identifying the impacts of exempting all  
 3 shellfish species from the tax imposed on enhanced food fish under  
 4 chapter 82.27 RCW. The study shall include an estimate of the fiscal  
 5 impacts to state revenues as well as an examination of how such an  
 6 exemption would impact shellfish-based industries and communities where  
 7 shellfish-based industries are located. The department shall complete  
 8 this study and report its findings to the legislature by December 1,  
 9 1997.

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

11	General Fund Appropriation (FY 1998) . . . . .	\$	885,000
12	General Fund Appropriation (FY 1999) . . . . .	\$	889,000
13	TOTAL APPROPRIATION . . . . .	\$	1,774,000

14 NEW SECTION. **Sec. 138. FOR THE MUNICIPAL RESEARCH COUNCIL**

15	General Fund Appropriation (FY 1998) . . . . .	\$	1,651,000
16	General Fund Appropriation (FY 1999) . . . . .	\$	1,743,000
17	TOTAL APPROPRIATION . . . . .	\$	3,394,000

18 NEW SECTION. **Sec. 139. FOR THE OFFICE OF MINORITY AND WOMEN'S**  
 19 **BUSINESS ENTERPRISES**

20	OMWBE Enterprises Account Appropriation . . . . .	\$	2,369,000
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21 NEW SECTION. **Sec. 140. FOR THE DEPARTMENT OF GENERAL**  
 22 **ADMINISTRATION**

23	General Fund--State Appropriation (FY 1998) . . . . .	\$	1,277,000
24	General Fund--State Appropriation (FY 1999) . . . . .	\$	1,278,000
25	General Fund--Federal Appropriation . . . . .	\$	2,403,000
26	General Fund--Private/Local Appropriation . . . . .	\$	400,000
27	Motor Transport Account Appropriation . . . . .	\$	14,122,000
28	Air Pollution Control Account Appropriation . . . . .	\$	391,000
29	General Administration Facilities and Services		
30	Revolving Account Appropriation . . . . .	\$	22,326,000
31	Central Stores Revolving Account Appropriation . . . . .	\$	3,316,000
32	Energy Efficiency Services Account Appropriation . . . . .	\$	180,000
33	Risk Management Account Appropriation . . . . .	\$	2,328,000
34	TOTAL APPROPRIATION . . . . .	\$	48,021,000

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

3 (1) \$1,000,000 of the general fund--state appropriation for fiscal  
4 year 1998 and \$1,000,000 of the general fund--state appropriation for  
5 fiscal year 1999 are provided solely for the purchase of food for  
6 distribution to the state's food bank network.

7 (2) The World War II memorial shall be sited at the location  
8 selected by the World War II advisory committee: Immediately south of  
9 Columbia Street and 11th Avenue axial on the West Capital Campus.

10 (3) The department shall adjust its agency billing rates for  
11 purposes of the liability account to reflect savings expected to occur  
12 from House Bill No. 1001 (interest on tort judgments). If the bill is  
13 not enacted by June 30, 1997, this subsection is null and void.

14 (4) The department shall not purchase any travel product for any  
15 state employee or state official from a vendor who is not a Washington-  
16 based seller of travel licensed under chapter 19.138 RCW.

17 (5) The department shall study the state motor pool vehicle fleet  
18 to develop a plan for meeting and exceeding the minimum vehicle mileage  
19 standards established by the federal government. The department shall  
20 report its findings and conclusions to the appropriate legislative  
21 committees by December 1, 1997.

22 (6) The department shall sell all surplus motor pool fleet vehicles  
23 and shall contract out for the reconditioning, transport, and delivery  
24 of the vehicles prior to their sale at auction.

25 **NEW SECTION. Sec. 141. FOR THE DEPARTMENT OF INFORMATION SERVICES**

26 Data Processing Revolving Account Appropriation . . .	\$	3,577,000
27 K-20 Technology Account Appropriation . . . . .	\$	37,728,000
28 State Building Construction Account Appropriation . .	\$	6,300,000
29 TOTAL APPROPRIATION . . . . .	\$	47,605,000

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

32 (1) The department shall expend up to \$600,000 from the  
33 nonappropriated data processing revolving account to provide equipment  
34 and software enhancements to make the Washington information network  
35 kiosks accessible to people with visual and hearing disabilities.

36 (2) The department shall provide a toll-free telephone number and  
37 operator service staff for the general public to call for information  
38 about state agencies. The department may provide such staff,

1 equipment, and facilities as are necessary for this purpose. The  
2 director shall adopt rules to fix terms and charges for these services.  
3 All state agencies and the legislature shall participate in the  
4 information program and shall reimburse the department of information  
5 services in accordance with rules established by the director. The  
6 department shall also provide conference calling services for state and  
7 other public agencies on a fee-for-service basis.

8 (3) \$35,728,000 of the K-20 technology account appropriation shall  
9 be expended in accordance with the expenditures authorized by the K-20  
10 telecommunications oversight and policy committee as modified by the  
11 provisions of Substitute House Bill No. 1698 (K-20 telecommunications  
12 network). If the bill is not enacted by June 30, 1997, the amount in  
13 this subsection shall lapse.

14 NEW SECTION. **Sec. 142. FOR THE INSURANCE COMMISSIONER**

15	General Fund--Federal Appropriation . . . . .	\$	106,000
16	Insurance Commissioners Regulatory Account		
17	Appropriation . . . . .	\$	22,857,000
18	TOTAL APPROPRIATION . . . . .	\$	22,963,000

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

21 (1) \$532,000 of the insurance commissioner's regulatory account  
22 appropriation is provided solely for the expenditure of funds received  
23 under the consent order with the Prudential insurance company. These  
24 funds are provided solely for implementing the Prudential remediation  
25 and for examinations of the Prudential company.

26 (2) \$375,000 of the insurance commissioner's regulatory account  
27 appropriation is provided solely to implement Engrossed Second  
28 Substitute House Bill No. 1032 (regulatory reform). If the bill is not  
29 enacted by June 30, 1997, the amounts in this subsection shall lapse.

30 (3) \$164,000 of the insurance commissioner's regulatory account  
31 appropriation is provided solely to implement Substitute House Bill No.  
32 1387 (basic health plan benefits). If the bill is not enacted by June  
33 30, 1997, the amount in this subsection shall lapse.

34 (4) \$298,000 of the insurance commissioner's regulatory account  
35 appropriation is provided solely for technology improvements that will  
36 support the electronic filing of insurance rates and contracts and  
37 enable regulators and the industry to share information about licensed  
38 agents to protect the public from fraudulent sales practices.

1        NEW SECTION.    **Sec. 143.    FOR THE BOARD OF ACCOUNTANCY**  
2    Certified Public Accountants' Account Appropriation .    \$            981,000

3        NEW SECTION.    **Sec. 144.    FOR THE FORENSIC INVESTIGATION COUNCIL**  
4    Death Investigations Account Appropriation . . . . . \$            12,000

5        NEW SECTION.    **Sec. 145.    FOR THE HORSE RACING COMMISSION**  
6    Horse Racing Commission Account Appropriation . . . . . \$        4,835,000

7        NEW SECTION.    **Sec. 146.    FOR THE LIQUOR CONTROL BOARD**  
8    General Fund Appropriation (FY 1998) . . . . . \$        1,728,000  
9    General Fund Appropriation (FY 1999) . . . . . \$        1,367,000  
10    Liquor Control Board Construction and Maintenance  
11        Account Appropriation . . . . . \$        9,787,000  
12    Liquor Revolving Account Appropriation . . . . . \$    120,992,000  
13                    TOTAL APPROPRIATION . . . . . \$    133,874,000

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

16        (1) \$1,250,000 of the liquor revolving account appropriation is  
17    provided solely for the agency information technology upgrade. This  
18    item is conditioned on satisfying the requirements of section 902 of  
19    this act, including the development of a project management plan, a  
20    project schedule, a project budget, a project agreement, and  
21    incremental funding based on completion of key milestones.

22        (2) \$1,728,000 of the general fund fiscal year 1998 appropriation  
23    and \$1,367,000 of the general fund fiscal year 1999 appropriation are  
24    provided solely for implementation of House Bill No. 2272 (cigarette  
25    and tobacco enforcement). If the bill is not enacted by June 30, 1997,  
26    the amounts provided in this subsection shall lapse.

27        NEW SECTION.    **Sec. 147.    FOR THE UTILITIES AND TRANSPORTATION**  
28    **COMMISSION**  
29    Public Service Revolving Account--State  
30        Appropriation . . . . . \$        24,441,000  
31    Public Service Revolving Account--Federal  
32        Appropriation . . . . . \$            292,000  
33                    TOTAL APPROPRIATION . . . . . \$        24,733,000

34        NEW SECTION.    **Sec. 148.    FOR THE BOARD FOR VOLUNTEER FIRE FIGHTERS**

1 Volunteer Firefighters' Relief & Pension Administrative  
2 Account Appropriation . . . . . \$ 529,000

3 **NEW SECTION. Sec. 149. FOR THE MILITARY DEPARTMENT**

4 General Fund--State Appropriation (FY 1998) . . . . . \$ 9,251,000  
5 General Fund--State Appropriation (FY 1999) . . . . . \$ 9,169,000  
6 General Fund--Federal Appropriation . . . . . \$ 28,117,000  
7 General Fund--Private/Local Appropriation . . . . . \$ 238,000  
8 Enhanced 911 Account Appropriation . . . . . \$ 26,782,000  
9 Disaster Response Account--State Appropriation . . . \$ 23,708,000  
10 Disaster Response Account--Federal Appropriation . . \$ 93,829,000  
11 TOTAL APPROPRIATION . . . . . \$ 191,094,000

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

14 (1) \$1,100,000 of the general fund--state appropriation for fiscal  
15 year 1998 and \$1,015,000 of the general fund--state appropriation for  
16 fiscal year 1999 are appropriated to the disaster response account to  
17 pay for costs associated with FEMA approved natural disasters.

18 (2) \$23,708,000 of the disaster response account--state  
19 appropriation is provided solely for the state share of response and  
20 recovery costs associated with federal emergency management agency  
21 (FEMA) Disaster Number 1079 (November/December 1995 storms), FEMA  
22 Disaster 1100, (February 1996 floods), FEMA Disaster 1152 (November  
23 1996 Ice Storm), FEMA Disaster 1159 (December 1996 Holiday Storm), and  
24 to assist local governmental entities with the match necessary to earn  
25 FEMA funds for the February 1996 floods.

26 **NEW SECTION. Sec. 150. FOR THE PUBLIC EMPLOYMENT RELATIONS**  
27 **COMMISSION**

28 General Fund Appropriation (FY 1998) . . . . . \$ 1,773,000  
29 General Fund Appropriation (FY 1999) . . . . . \$ 1,768,000  
30 TOTAL APPROPRIATION . . . . . \$ 3,541,000

31 **NEW SECTION. Sec. 151. FOR THE GROWTH PLANNING HEARINGS BOARD**

32 General Fund Appropriation (FY 1998) . . . . . \$ 1,384,000

33 **NEW SECTION. Sec. 152. FOR THE STATE CONVENTION AND TRADE CENTER**

34 State Convention and Trade Center Operating Account

1 Appropriation . . . . . \$ 27,175,000

2 (End of part)

PART II  
HUMAN SERVICES

NEW SECTION.   **Sec. 201. FOR THE DEPARTMENT OF SOCIAL AND HEALTH SERVICES.** (1) 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 will 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 appropriations in sections 202 through 213 of this act shall be expended for the programs and in the amounts listed in those sections.

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

General Fund--State Appropriation (FY 1998) . . . . .	\$ 184,043,000
General Fund--State Appropriation (FY 1999) . . . . .	\$ 189,960,000
General Fund--Federal Appropriation . . . . .	\$ 240,120,000
General Fund--Private/Local Appropriation . . . . .	\$ 400,000



1	Violence Reduction and Drug Enforcement Account	
2	Appropriation . . . . .	\$ 7,086,000
3	TOTAL APPROPRIATION . . . . .	\$ 621,609,000

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

6       (1) \$18,242,000 of the general fund--state appropriation for fiscal  
7 year 1998 and \$20,444,000 of the general fund--state appropriation for  
8 fiscal year 1999 are provided solely for purposes consistent with the  
9 maintenance of effort requirements under the federal temporary  
10 assistance for needy families program established under P.L. 104-193.

11       (2) \$580,000 of the general fund--state appropriation for fiscal  
12 year 1998 and \$580,000 of the general fund--state appropriation for  
13 fiscal year 1999 are provided solely for development and expansion of  
14 child care training requirements and optional training programs. The  
15 department shall adopt rules to require annual training in early  
16 childhood development of all directors, supervisors, and lead staff at  
17 child care facilities. Directors, supervisors, and lead staff at child  
18 care facilities include persons licensed as family child care  
19 providers, and persons employed at child care centers or school age  
20 child care centers. The department shall establish a program to fund  
21 scholarships and grants to assist persons in meeting these training  
22 requirements. The department shall also develop criteria for approving  
23 training programs and establish a system for tracking who has received  
24 the required level of training. In adopting rules, developing  
25 curricula, setting up systems and administering scholarship programs,  
26 the department shall consult with the child care coordinating committee  
27 and other community stakeholders.

28       (3) The department shall provide a report to the legislature by  
29 November 1997 on the growth in additional rates paid to foster parents  
30 beyond the basic monthly rate. This report shall explain why  
31 exceptional, personal, and special rates are being paid for an  
32 increasing number of children and why the amount paid for these rates  
33 per child has risen in recent years. This report must also recommend  
34 methods by which the legislature may improve the current foster parent  
35 compensation system, allow for some method of controlling the growth in  
36 costs per case, and improve the department's and the legislature's  
37 ability to forecast the program's needs in future years.

38       (4) \$208,000 of the general fund--state appropriation for fiscal  
39 year 1998 and \$174,000 of the general fund--state appropriation for

1 fiscal year 1999 are provided solely for the implementation of  
2 Engrossed Second Substitute House Bill No. 1938 (at-risk youth). The  
3 amounts in this subsection are provided for attorney general billings  
4 associated with the defense of vendors of secure facility services and  
5 for the implementation of rules regarding income, resources, and  
6 exemptions to determine a parent's ability to pay for a child's  
7 treatment at a secure facility. If the bill is not enacted by June 30,  
8 1997, the amounts in this subsection shall lapse.

9 (5) \$3,000,000 of the violence reduction and drug enforcement  
10 account appropriation and \$9,275,000 of the general fund--federal  
11 appropriation are provided solely to fund the provisions of Second  
12 Substitute House Bill No. 1864 (drug and alcohol-positive infants).  
13 Amounts in this subsection shall be used to intervene in those cases  
14 where the child is at-risk of an out-of-home placement due to the  
15 mother's use of illegal drugs or alcohol. The department shall  
16 contract for: (a) Additional drug treatment for mothers giving birth  
17 to drug addicted babies; (b) medically supervised drug withdrawal for  
18 drug addicted babies; and (c) additional out-of-home placements  
19 required for drug addicted babies. If the bill is not enacted by June  
20 30, 1997, the amounts in this subsection shall lapse.

21 (6) \$2,200,000 of the general fund--state appropriation for fiscal  
22 year 1998 and \$2,200,000 of the general fund--state appropriation for  
23 fiscal year 1999 are provided solely to fund continuum of care  
24 programs, street youth programs, and the provisions of Second  
25 Substitute House Bill No. 1862 (community-based alternative response  
26 system). Amounts provided in this subsection to implement Second  
27 Substitute House Bill No. 1862 must be used to serve families who are  
28 screened from the child protective services risk assessment process.  
29 Services shall be provided through contracts with community-based  
30 organizations. The department is encouraged to seek additional federal  
31 Title-IV A funding to implement the provisions of Second Substitute  
32 House Bill No. 1862. If the bill is not enacted by June 30, 1997, the  
33 amounts in this subsection shall lapse.

34 (7) \$594,000 of the general fund--state appropriation for fiscal  
35 year 1998, \$556,000 of the general fund--state appropriation for fiscal  
36 year 1999, and \$290,000 of the general fund--federal appropriation are  
37 provided solely to fund the provisions of Engrossed Second Substitute  
38 House Bill No. 2046 (foster parent liaison). The department shall  
39 establish a foster parent liaison in each department of social and

1 health services region of the state and contract with a private  
2 provider to implement a recruitment and retention program for foster  
3 parents and adoptive families. The department shall provide a minimum  
4 of two hundred additional adoptive and foster home placements by June  
5 30, 1998. If the bill is not enacted by June 30, 1997, the amounts in  
6 this subsection shall lapse.

7 (8) \$150,000 of the general fund--state appropriation for fiscal  
8 year 1998, \$150,000 of the general fund--state appropriation for fiscal  
9 year 1999, and \$854,000 of the general fund--federal appropriation are  
10 provided solely to contract for the operation of one pediatric interim  
11 care facility. The facility shall provide residential care for up to  
12 twelve children through two years of age. Seventy-five percent of the  
13 children served by the facility must be in need of special care as a  
14 result of substance abuse by their mothers. The facility also shall  
15 provide on-site training to biological, adoptive, or foster parents.  
16 The facility shall provide at least three months of consultation and  
17 support to parents accepting placement of children from the facility.  
18 The facility may recruit new and current foster and adoptive parents  
19 for infants served by the facility. The department shall not require  
20 case management as a condition of the contract.

21 (9) \$2,745,000 of the general fund--state appropriation for fiscal  
22 year 1998, \$2,745,000 of the general fund--state appropriation for  
23 fiscal year 1999, and \$1,944,000 of the general fund--federal  
24 appropriation are provided solely for the category of services titled  
25 "intensive family preservation services."

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

28 (1) COMMUNITY SERVICES

29 General Fund--State Appropriation (FY 1998) . . . . .	\$	34,058,000
30 General Fund--State Appropriation (FY 1999) . . . . .	\$	33,361,000
31 General Fund--Federal Appropriation . . . . .	\$	15,870,000
32 General Fund--Private/Local Appropriation . . . . .	\$	378,000
33 Violence Reduction and Drug Enforcement Account		
34 Appropriation . . . . .	\$	8,633,000
35 TOTAL APPROPRIATION . . . . .	\$	92,300,000

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

1 (a) \$2,250,000 of the general fund--state appropriation for fiscal  
2 year 1998 and \$2,350,000 of the general fund--state appropriation for  
3 fiscal year 1999 are provided solely for an early intervention program  
4 to be administered at the county level. Moneys shall be awarded on a  
5 competitive basis to counties that have submitted a plan for  
6 implementation of an early intervention program consistent with proven  
7 methodologies currently in place in the state. The juvenile  
8 rehabilitation administration shall develop a timeline for awarding  
9 funding and shall assist counties in creating and submitting plans for  
10 evaluation.

11 (b) \$2,442,000 of the violence reduction and drug enforcement  
12 appropriation is provided solely to implement alcohol and substance  
13 abuse treatment for locally committed offenders. The juvenile  
14 rehabilitation administration shall award these moneys on a competitive  
15 basis to counties that have submitted a plan for the provision of  
16 treatment services approved by the division of alcohol and substance  
17 abuse. The juvenile rehabilitation administration shall develop  
18 criteria for evaluation of plans submitted and a timeline for awarding  
19 funding and shall assist counties in creating and submitting plans for  
20 evaluation. If Engrossed Third Substitute House Bill No. 3900  
21 (juvenile code revisions) is not enacted by June 30, 1997, the amounts  
22 provided in this subsection (1)(b) shall lapse.

23 (c) \$4,488,000 of the general fund--state appropriation for fiscal  
24 year 1998 and \$4,923,000 of the general fund--state appropriation for  
25 fiscal year 1999 are provided solely to reimburse counties for the  
26 impact of Engrossed Third Substitute House Bill No. 3900 (juvenile code  
27 revisions). The juvenile rehabilitation administration shall  
28 distribute these funds to counties as prescribed in the current  
29 consolidated juvenile services (CJS) formula. If the bill is not  
30 enacted by June 30, 1997, the amounts provided in this subsection  
31 (1)(c) shall lapse.

32 (d) \$1,235,000 of the general fund--state fiscal year 1998  
33 appropriation and \$1,618,000 of the general fund--state fiscal year  
34 1999 appropriation are appropriated to the county criminal justice  
35 assistance account solely for the implementation of section 6 of  
36 Engrossed Third Substitute House Bill No. 3900 (juvenile code  
37 revisions). If section 6 of the bill is not enacted by June 30, 1997,  
38 the amount provided in this subsection (1)(d) shall lapse. The amount  
39 provided in this subsection is intended to provide funding for county

1 adult court and jail costs associated with the implementation of  
2 Engrossed Third Substitute House Bill No. 3900, and shall be  
3 distributed in accordance with RCW 82.14.310.

4 (e) \$25,000 of the general fund--state appropriation for fiscal  
5 year 1998 and \$25,000 of the general fund--state appropriation for  
6 fiscal year 1999 are provided solely to reimburse counties for the cost  
7 of juvenile detention time imposed for contempt of court for truancy.  
8 The department shall provide reimbursement to the juvenile courts on a  
9 quarterly basis. Reimbursement shall be made to juvenile courts at the  
10 rate of \$94 per day and in total shall not exceed the amounts provided  
11 in this section.

12 (2) INSTITUTIONAL SERVICES

13	General Fund--State Appropriation (FY 1998) . . . . .	\$	46,899,000
14	General Fund--State Appropriation (FY 1999) . . . . .	\$	44,747,000
15	General Fund--Private/Local Appropriation . . . . .	\$	727,000
16	Violence Reduction and Drug Enforcement Account		
17	Appropriation . . . . .	\$	11,601,000
18	TOTAL APPROPRIATION . . . . .	\$	103,974,000

19 The appropriations in this subsection are subject to the following  
20 conditions and limitations: \$24,000 of the general fund--state  
21 appropriation for fiscal year 1998, \$640,000 of the general fund--state  
22 appropriation for fiscal year 1999, and \$8,000 of the general fund--  
23 local appropriation are provided solely to implement the provisions of  
24 Substitute House Bill No. 1522 (criminal street gang activity). If the  
25 bill is not enacted by June 30, 1997, these amounts shall lapse.

26 (3) PROGRAM SUPPORT

27	General Fund--State Appropriation (FY 1998) . . . . .	\$	1,619,000
28	General Fund--State Appropriation (FY 1999) . . . . .	\$	1,526,000
29	General Fund--Federal Appropriation . . . . .	\$	153,000
30	Violence Reduction and Drug Enforcement Account		
31	Appropriation . . . . .	\$	421,000
32	TOTAL APPROPRIATION . . . . .	\$	3,719,000

33 The appropriations in this subsection are subject to the following  
34 conditions and limitations: Within the amounts provided in this  
35 subsection, the juvenile rehabilitation administration (JRA) shall  
36 develop by January 1, 1998, a staffing model for noncustody functions  
37 at JRA institutions and work camps. The models should, whenever

1 possible, reflect the most efficient practices currently being used  
2 within the system.

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

5 (1) COMMUNITY SERVICES/REGIONAL SUPPORT NETWORKS

6	General Fund--State Appropriation (FY 1998) . . . . .	\$	167,854,000
7	General Fund--State Appropriation (FY 1999) . . . . .	\$	171,358,000
8	General Fund--Federal Appropriation . . . . .	\$	296,006,000
9	General Fund--Private/Local Appropriation . . . . .	\$	4,000,000
10	TOTAL APPROPRIATION . . . . .	\$	639,218,000

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

13 (a) Regional support networks shall implement working agreements  
14 with the vocational rehabilitation program that will maximize the use  
15 of federal funding for vocational programs.

16 (b) \$277,000 of the general fund--state appropriation for fiscal  
17 year 1998 and \$555,000 of the general fund--state appropriation for  
18 fiscal year 1999 are provided solely for performance incentives to the  
19 western Washington regional support networks in recognition of their  
20 successful efforts to reduce use of Western State Hospital. The  
21 regional support networks shall decide among themselves, in  
22 consultation with the department, how to most equitably and effectively  
23 distribute these amounts, either for additional community services, or  
24 to maintain capacity at the state hospital.

25 (c) Within the general fund--state appropriations in this  
26 subsection, the secretary of social and health services shall ensure  
27 that regional support networks reimburse the aging and adult services  
28 program for the general fund--state cost of medicaid personal care  
29 services that enrolled regional support network consumers use because  
30 of their psychiatric disability.

31 (d) \$2,413,000 of the general fund--state appropriation for fiscal  
32 year 1998, \$2,393,000 of the general fund--state appropriation for  
33 fiscal year 1999, and \$5,194,000 of the general fund--federal  
34 appropriation are provided solely to directly reimburse eligible  
35 providers for the medicaid share of mental health services provided to  
36 persons eligible for both medicaid and medicare. To be reimbursed, the  
37 service must be covered by and provided in accordance with the state  
38 medicaid plan.

1 (e) At least thirty days prior to entering contracts that would  
2 capitate payments for voluntary psychiatric hospitalizations, the  
3 mental health division shall report the proposed capitation rates, and  
4 the assumptions and calculations by which they were established, to the  
5 budget and forecasting divisions of the office of financial management,  
6 the appropriations committee of the house of representatives, and the  
7 ways and means committee of the senate.

8 (2) INSTITUTIONAL SERVICES

9	General Fund--State Appropriation (FY 1998) . . . . .	\$	59,858,000
10	General Fund--State Appropriation (FY 1999) . . . . .	\$	59,391,000
11	General Fund--Federal Appropriation . . . . .	\$	124,811,000
12	General Fund--Private/Local Appropriation . . . . .	\$	30,722,000
13	TOTAL APPROPRIATION . . . . .	\$	274,782,000

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

16 (a) The state mental hospitals may use funds appropriated in this  
17 subsection to purchase goods and supplies through hospital group  
18 purchasing organizations, when it is cost-effective to do so.

19 (b) The mental health program at Western State Hospital shall  
20 continue to utilize labor provided by the Tacoma prerelease program of  
21 the department of corrections.

22 (3) CIVIL COMMITMENT

23	General Fund Appropriation (FY 1998) . . . . .	\$	5,423,000
24	General Fund Appropriation (FY 1999) . . . . .	\$	6,082,000
25	TOTAL APPROPRIATION . . . . .	\$	11,505,000

26 (4) SPECIAL PROJECTS

27	General Fund--Federal Appropriation . . . . .	\$	3,826,000
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28 (5) PROGRAM SUPPORT

29	General Fund--State Appropriation (FY 1998) . . . . .	\$	2,560,000
30	General Fund--State Appropriation (FY 1999) . . . . .	\$	2,395,000
31	General Fund--Federal Appropriation . . . . .	\$	3,111,000
32	TOTAL APPROPRIATION . . . . .	\$	8,066,000

33 The appropriations in this subsection are subject to the following  
34 conditions and limitations: \$60,000 of the general fund--state  
35 appropriation for fiscal year 1998 is provided solely to increase the  
36 department's capacity to carry out legislative intent set forth in RCW

1 71.24.400 through 71.24.415. To facilitate this activity, the  
2 secretary will appoint an oversight committee of project stakeholders  
3 including representatives from: Service providers, mental health  
4 regional support networks, department's mental health division,  
5 department's division of alcohol and substance abuse, department's  
6 division of children and family services, and the department's medical  
7 assistance administration. The oversight group shall continue to seek  
8 ways to streamline service delivery as set forth in RCW 71.24.405 until  
9 at least July 1, 1998.

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

12 (1) COMMUNITY SERVICES

13	General Fund--State Appropriation (FY 1998) . . . . .	\$ 144,916,000
14	General Fund--State Appropriation (FY 1999) . . . . .	\$ 147,599,000
15	General Fund--Federal Appropriation . . . . .	\$ 199,227,000
16	Health Services Account Appropriation . . . . .	\$ 1,695,000
17	TOTAL APPROPRIATION . . . . .	\$ 493,437,000

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

20 (a) \$1,695,000 of the health services account appropriation and the  
21 associated general fund--federal match are provided solely for the  
22 enrollment in the basic health plan of home care workers below 200  
23 percent of the federal poverty level who are employed through state  
24 contracts. Enrollment in the basic health plan for home care workers  
25 with family incomes at or above 200 percent of poverty shall be covered  
26 with general fund--state and matching general fund--federal revenues  
27 that were identified by the department to have been previously  
28 appropriated for health benefits coverage, to the extent that these  
29 funds had not been contractually obligated for worker wage increases  
30 prior to March 1, 1996.

31 (b) \$365,000 of the general fund--state appropriation for fiscal  
32 year 1998 and \$1,543,000 of the general fund--state appropriation for  
33 fiscal year 1999 are provided solely for employment, or other day  
34 activities and training programs, for young people who complete their  
35 high school curriculum in 1997 or 1998.

36 (c) \$23,663,000 of the general fund--state appropriation for fiscal  
37 year 1998 and \$25,865,000 of the general fund--state appropriation for  
38 fiscal year 1999 are provided solely to deliver personal care services



1 to an average of 6,650 children and adults in fiscal year 1998 and an  
 2 average of 7,500 children and adults in fiscal year 1999. If the  
 3 secretary of social and health services determines that either total  
 4 expenditures or the average expenditure per recipient are likely to  
 5 exceed these appropriated amounts, the secretary shall take action as  
 6 required by RCW 74.09.520 to adjust functional eligibility standards  
 7 and/or service levels sufficiently to maintain expenditures within  
 8 appropriated levels. Such action may include the adoption of emergency  
 9 rules and shall not be taken to the extent that projected over  
 10 expenditures are offset by under expenditures elsewhere within the  
 11 program's general fund--state appropriation.

12 (d) \$197,000 of the general fund--state appropriation for fiscal  
 13 year 1998 and \$197,000 of the general fund--state appropriation for  
 14 fiscal year 1999 are provided solely to contract with Washington  
 15 initiative for supported employment for the purpose of continuing the  
 16 promotion of supported employment services for persons with  
 17 disabilities.

18 (2) INSTITUTIONAL SERVICES

19	General Fund--State Appropriation (FY 1998) . . . . .	\$	63,670,000
20	General Fund--State Appropriation (FY 1999) . . . . .	\$	62,893,000
21	General Fund--Federal Appropriation . . . . .	\$	142,480,000
22	General Fund--Private/Local Appropriation . . . . .	\$	9,729,000
23	TOTAL APPROPRIATION . . . . .	\$	278,772,000

24 (3) PROGRAM SUPPORT

25	General Fund--State Appropriation (FY 1998) . . . . .	\$	2,543,000
26	General Fund--State Appropriation (FY 1999) . . . . .	\$	2,517,000
27	General Fund--Federal Appropriation . . . . .	\$	1,645,000
28	TOTAL APPROPRIATION . . . . .	\$	6,705,000

29 (4) SPECIAL PROJECTS

30	General Fund--Federal Appropriation . . . . .	\$	12,030,000
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31 NEW SECTION. **Sec. 206. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
 32 **SERVICES--AGING AND ADULT SERVICES PROGRAM**

33	General Fund--State Appropriation (FY 1998) . . . . .	\$	394,384,000
34	General Fund--State Appropriation (FY 1999) . . . . .	\$	421,620,000
35	General Fund--Federal Appropriation . . . . .	\$	886,256,000
36	Health Services Account Appropriation . . . . .	\$	6,087,000
37	TOTAL APPROPRIATION . . . . .	\$	\$1,708,347,000

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

3 (1) The entire health services account appropriation and the  
4 associated general fund--federal match are provided solely for the  
5 enrollment in the basic health plan of home care workers below 200  
6 percent of the federal poverty level who are employed through state  
7 contracts. Enrollment in the basic health plan for home care workers  
8 with family incomes at or above 200 percent of poverty shall be covered  
9 with general fund--state and matching general fund--federal revenues  
10 that were identified by the department to have been previously  
11 appropriated for health benefits coverage, to the extent that these  
12 funds had not been contractually obligated for worker wage increases  
13 prior to March 1, 1996.

14 (2)(a) The department shall establish a shadow case mix payment  
15 system to educate facilities about payment system alternatives. The  
16 department shall provide shadow rates beginning July 1, 1997, based on  
17 the following:

18 (i) The direct care portion of the rate, usually called "nursing  
19 services," shall be set under a case mix methodology that classifies  
20 residents under the Resource Utilization Group III (RUG-III) Version  
21 5.10 (or subsequent revision) 44 group index maximizing model based on  
22 the Minimum Data Set (MDS) Version 2.0.

23 (ii) Payment to a facility shall be based on facility weighted  
24 average case mix data which provides one rate to a facility reflecting  
25 its mix of residents. For purposes of determining the facility's cost  
26 per case mix unit, the facility average case mix score will be based on  
27 the case mix of all residents. For purposes of determining the  
28 facility's payment rate, the facility average case mix score shall be  
29 based on the case mix of medicaid residents.

30 (iii) The direct care rates shall be adjusted prospectively each  
31 quarter based on the facility's MDS 2.0 data from the quarter  
32 commencing six months preceding the rate effective date. For example,  
33 the MDSs for 1/1/97 - 3/31/97 shall be used to establish shadow rates  
34 for 7/1/97 - 9/30/97.

35 (iv) Those costs which currently comprise nursing services as  
36 defined by chapter 74.46 RCW, excluding therapies, shall be included in  
37 the direct care component for case mix.

38 (v) Data from 1994 cost reports (allowable and audited costs) shall  
39 be used to establish the shadow rates. The costs shall be inflated

1 comparable to fiscal year 1998 payment rates, according to RCW  
2 74.46.420.

3 (vi) Separate prices, ceilings, and corridors shall be established  
4 for the peer groups of metropolitan statistical area and  
5 nonmetropolitan statistical area.

6 (b) The following methods shall be used to establish the shadow  
7 case mix rates:

8 (i) A pricing system in which payment to a facility shall be based  
9 on a price multiplied by each facility's medicaid case mix. The price,  
10 per peer group, shall be established at the median direct care cost per  
11 case mix unit.

12 (ii) A cost-based system in which payment to a facility shall be  
13 the facility's allowable cost per case mix unit adjusted for case mix  
14 up to a ceiling. The ceiling, per peer group, shall be established at  
15 the median direct care cost per case mix unit.

16 (iii) A pricing system in which payment to a facility shall be  
17 based on a price multiplied by each facility's medicaid case mix. The  
18 price, per peer group, shall be established at 115 percent of the  
19 median direct care cost per case mix unit.

20 (iv) A cost-based system in which payment to a facility shall be  
21 the facility's allowable cost per case mix unit, adjusted for case mix  
22 up to a ceiling. The ceiling, per peer group, shall be established at  
23 115 percent of the median direct care cost per case mix unit.

24 (v) A corridor-based system in which payment to a facility shall be  
25 the facility's allowable cost per case mix unit adjusted for case mix  
26 up to the ceiling and no less than a floor. The floor, per peer group,  
27 shall be established at 90 percent of the median direct care cost per  
28 case mix unit. The ceiling, per peer group, shall be established at  
29 115 percent of the median direct care cost per case mix unit.

30 (c) The revised reimbursement system shall consider flat rates for  
31 the reimbursement of administrative, operational, and food costs. The  
32 rates shall either be based on actual allowable expenditures, limited  
33 by a median plus percentage lid, or a price based on a percentage of  
34 the median industry-wide indirect care costs. Payments based on at  
35 least two percentages shall be modeled for both peer groups;  
36 metropolitan statistical area and nonmetropolitan statistical area.

37 (d) For the purpose of forecasting the total costs of the case mix  
38 shadow rates and the indirect care rates, as described in parts (b) and  
39 (c) of this subsection, for the next two fiscal years the department

1 shall assume: The base costs for both direct and indirect costs shall  
2 be recalculated on a biennial basis, with the initial July 1, 1998,  
3 rates based on calendar year 1997 desk reviewed reported allowable  
4 facility costs; payments shall be prospective with no settlement; the  
5 current reimbursement system for payment of the capital component of  
6 the rate shall be used; and the health care financing administration  
7 nursing home input price index, excluding capital costs, taken from the  
8 previous calendar year shall be used to forecast and set initial rates  
9 and shall be used to forecast and set the second year rates of each  
10 two-year cycle.

11 (e) The department shall provide all data, information, and  
12 specifications of the methods used in establishing the shadow case mix  
13 rates to the nursing home provider associations.

14 (3) \$1,277,000 of the general fund--state appropriation for fiscal  
15 year 1998 and \$1,277,000 of the general fund--state appropriation for  
16 fiscal year 1999 are provided solely for operation of the volunteer  
17 chore program.

18 (4) \$111,261,000 of the general fund--state appropriation for  
19 fiscal year 1998 and \$124,539,000 of the general fund--state  
20 appropriation for fiscal year 1999 are provided solely to deliver  
21 chore, COPES, and medicaid personal care services to an average of  
22 25,900 persons in fiscal year 1998 and an average of 29,200 persons in  
23 fiscal year 1999. If the secretary of social and health services  
24 determines that either total expenditures or the average expenditure  
25 per recipient are likely to exceed these appropriated amounts, the  
26 secretary shall take action as required by RCW 74.09.520, 74.39A.120,  
27 and 74.09.530 to adjust functional eligibility standards and/or service  
28 levels sufficiently to maintain expenditures within appropriated  
29 levels. Such action may include the adoption of emergency rules.

30 (5) A maximum of \$2,259,000 of the general fund--state  
31 appropriation for fiscal year 1998 and \$2,422,000 of the general fund--  
32 federal appropriation for fiscal year 1998 is provided to fund the  
33 medicaid share of any new prospective payment rate adjustments as may  
34 be necessary in accordance with RCW 74.46.460.

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

37 General Fund--State Appropriation (FY 1998) . . . . . \$ 533,525,000  
38 General Fund--State Appropriation (FY 1999) . . . . . \$ 514,907,000

1	General Fund--Federal Appropriation . . . . .	\$ 950,095,000
2	TOTAL APPROPRIATION . . . . .	\$1,998,527,000

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

5       (1) General assistance-unemployable recipients who are assessed as  
6 needing alcohol or drug treatment shall be assigned a protective payee  
7 to prevent the diversion of cash assistance toward purchasing alcohol  
8 or other drugs.

9       (2) The legislature finds that, with the passage of the federal  
10 personal responsibility and work opportunity act and Engrossed House  
11 Bill No. 3901, the temporary assistance for needy families is no longer  
12 an entitlement. The legislature declares that the currently  
13 appropriated level for the program is sufficient for the next few  
14 budget cycles. To the extent, however, that currently appropriated  
15 amounts exceed costs during the 1997-99 biennium, the legislature finds  
16 that these amounts may be of use in future biennia if the economy  
17 cannot absorb public assistance recipients into the workforce.

18       \$24,000,000 of the general fund--federal appropriation is provided  
19 solely for the provision of grants and work preparation and support  
20 services to eligible families during a state-wide economic downturn.  
21 These funds shall be held in reserve by the office of financial  
22 management until such time as the economic and revenue forecast council  
23 certifies to the director of financial management that the state is  
24 experiencing an economic downturn. For the purposes of this section,  
25 the economic and revenue forecast council, at its four times yearly  
26 meetings, shall determine whether the state is in an economic downturn  
27 and shall certify to the director of financial management whether the  
28 funds provided in this section may be approved for allotment. The  
29 economic and revenue forecast council shall only perform this function  
30 if the funds provided in this section have not lapsed or been expended.

31       If section 323 of Engrossed House Bill No. 3901 is not enacted into  
32 law by June 30, 1997, the amount appropriated in this subsection shall  
33 lapse.

34       (3) \$485,000 of the general fund--state fiscal year 1998  
35 appropriation, \$3,186,000 of the general fund--state fiscal year 1999  
36 appropriation, and \$3,168,000 of the general fund--federal  
37 appropriation are provided solely to continue to implement the  
38 previously competitively procured electronic benefits transfer system

1 through the Western States EBT Alliance for distribution of cash grants  
2 and food stamps so as to meet the requirements of P.L. 104-193.

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

5	General Fund--State Appropriation (FY 1998) . . . . .	\$	14,317,000
6	General Fund--State Appropriation (FY 1999) . . . . .	\$	14,179,000
7	General Fund--Federal Appropriation . . . . .	\$	82,209,000
8	General Fund--Private/Local Appropriation . . . . .	\$	630,000
9	Violence Reduction and Drug Enforcement Account		
10	Appropriation . . . . .	\$	67,247,000
11	TOTAL APPROPRIATION . . . . .	\$	178,582,000

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

14 (1) \$2,062,000 of the general fund--federal appropriation and  
15 \$7,482,000 of the violence reduction and drug enforcement account  
16 appropriation are provided solely for the grant programs for school  
17 districts and educational service districts set forth in RCW  
18 28A.170.080 through 28A.170.100, including state support activities, as  
19 administered through the office of the superintendent of public  
20 instruction.

21 (2) \$1,902,000 of the general fund--state fiscal year 1998  
22 appropriation, \$1,902,000 of the general fund--state fiscal year 1999  
23 appropriation, and \$1,592,000 of the general fund--federal  
24 appropriation are provided solely for alcohol and substance abuse  
25 assessment, treatment, including treatment for drug-affected infants  
26 and toddlers, and child care services for clients of the division of  
27 children and family services. Assessment shall be provided by approved  
28 chemical dependency treatment programs as requested by child protective  
29 services personnel in the division of children and family services.  
30 Child care shall be provided as deemed necessary by the division of  
31 children and family services while parents requiring alcohol and  
32 substance abuse treatment are attending treatment programs.

33 (3) \$1,360,000 of the violence reduction and drug enforcement  
34 account appropriation and \$1,712,000 of the general fund--federal  
35 appropriation are provided solely for the birth to three program at the  
36 University of Washington to provide services in four sites. The  
37 program shall coordinate with the department of health to operate a  
38 pilot program at one site that uses the service delivery model

1 described by Substitute House Bill No. 1616 (maternity care access) and  
2 that works with clients served by the first steps program.

3 NEW SECTION. **Sec. 209. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
4 **SERVICES--MEDICAL ASSISTANCE PROGRAM**

5	General Fund--State Appropriation (FY 1998) . . . . .	\$ 683,904,000
6	General Fund--State Appropriation (FY 1999) . . . . .	\$ 686,555,000
7	General Fund--Federal Appropriation . . . . .	\$2,035,273,000
8	General Fund--Private/Local Appropriation . . . . .	\$ 223,900,000
9	Health Services Account Appropriation . . . . .	\$ 253,004,000
10	TOTAL APPROPRIATION . . . . .	\$3,882,636,000

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

13 (1) The department shall continue to make use of the special  
14 eligibility category created for children through age 18 and in  
15 households with incomes below 200 percent of the federal poverty level  
16 made eligible for medicaid as of July 1, 1994.

17 (2) It is the intent of the legislature that Harborview medical  
18 center continue to be an economically viable component of the health  
19 care system and that the state's financial interest in Harborview  
20 medical center be recognized. Funding is provided in this section to  
21 ensure continuation of Harborview's contributions in the state's health  
22 care system.

23 (3) Funding is provided in this section for the adult dental  
24 program for Title XIX categorically eligible and medically needy  
25 persons.

26 (4) \$1,622,000 of the general fund--state appropriation for fiscal  
27 year 1998 and \$1,622,000 of the general fund--state appropriation for  
28 fiscal year 1999 are provided solely for treatment of low-income kidney  
29 dialysis patients.

30 (5) The department shall employ the managed care contracting and  
31 negotiation strategies defined in House Bill No. 1161 (medical  
32 assistance managed) to assure that the average per-recipient cost of  
33 managed care services for the TANF, expansion, and supplemental  
34 security income populations increases by no more than two percent per  
35 year in calendar years 1998 and 1999.

36 (6) The department shall seek federal approval to require adult  
37 medicaid recipients who are not elderly or disabled to contribute ten  
38 dollars per month toward the cost of their medical assistance coverage.

1 The department shall report on the progress of this effort to the house  
2 of representatives and senate health care and fiscal committees by  
3 September 1 and November 15, 1997.

4 (7) \$80,000 of the general fund--state appropriation for fiscal  
5 year 1998, \$80,000 of the general fund--state appropriation for fiscal  
6 year 1999, and \$160,000 of the general fund--federal appropriation are  
7 provided solely for the prenatal triage clearinghouse to provide access  
8 and outreach to reduce infant mortality.

9 (8) \$338,000 of the general fund--state appropriation for fiscal  
10 year 1998 and \$335,000 of the general fund--state appropriation for  
11 fiscal year 1999 are provided solely to increase rates paid for air  
12 ambulance services.

13 (9) \$5,350,000 of the general fund--state appropriation for fiscal  
14 year 1998 and \$5,350,000 of the general fund--state appropriation for  
15 fiscal year 1999 and \$4,138,000 of the general fund--federal  
16 appropriation are provided solely for trauma care services provided to  
17 medically indigent and general assistance clients who have an index of  
18 severity score of 16 or higher. Such compensation is to be provided at  
19 the medicaid rate or through a direct payment to government hospitals.  
20 To be eligible for this higher compensation, a trauma center must be  
21 designated a Level I through V trauma center.

22 NEW SECTION. **Sec. 210. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
23 **SERVICES--VOCATIONAL REHABILITATION PROGRAM**

24	General Fund--State Appropriation (FY 1998) . . . . .	\$	8,649,000
25	General Fund--State Appropriation (FY 1999) . . . . .	\$	8,585,000
26	General Fund--Federal Appropriation . . . . .	\$	79,512,000
27	General Fund--Private/Local Appropriation . . . . .	\$	2,904,000
28	TOTAL APPROPRIATION . . . . .	\$	99,650,000

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

31 (1) The division of vocational rehabilitation shall negotiate  
32 cooperative interagency agreements with local organizations, including  
33 higher education institutions, mental health regional support networks,  
34 and county developmental disabilities programs, to improve and expand  
35 employment opportunities for people with severe disabilities served by  
36 those local agencies.

37 (2) \$363,000 of the general fund--state appropriation for fiscal  
38 year 1998, \$506,000 of the general fund--state appropriation for fiscal



1 year 1999, and \$3,208,000 of the general fund--federal appropriation  
2 are provided solely for vocational rehabilitation services for  
3 individuals enrolled for services with the developmental disabilities  
4 program who complete their high school curriculum in 1997 or 1998.

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

7	General Fund--State Appropriation (FY 1998) . . . . .	\$	25,148,000
8	General Fund--State Appropriation (FY 1999) . . . . .	\$	24,874,000
9	General Fund--Federal Appropriation . . . . .	\$	41,760,000
10	General Fund--Private/Local Appropriation . . . . .	\$	270,000
11	TOTAL APPROPRIATION . . . . .	\$	92,052,000

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

14 (1) The secretary of social and health services and the director of  
15 labor and industries shall report to the appropriate fiscal and policy  
16 committees of the legislature by July 1, 1997, and every six months  
17 thereafter during the 1997-99 fiscal biennium, on the measurable  
18 changes in employee injury and time-loss rates that have occurred in  
19 the state developmental disabilities, juvenile rehabilitation, and  
20 mental health institutions as a result of the upfront loss-control  
21 discount agreement between the agencies.

22 (2) \$336,000 of the general fund--state appropriation for fiscal  
23 year 1998, \$289,000 of the general fund--state appropriation for fiscal  
24 year 1999, and \$337,000 of the general fund--federal appropriation are  
25 provided solely for the implementation of Engrossed Second Substitute  
26 House Bill No. 1032 (regulatory reform). If the bill is not enacted by  
27 June 30, 1997, the amounts provided in this subsection shall lapse.

28 (3) The department shall not expend any funding for staffing or  
29 publication of the sexual minority initiative.

30 (4) \$60,000 of the general fund--state appropriation for fiscal  
31 year 1998 is provided solely for a welfare fraud pilot program as  
32 described by House Bill No. 1822 (welfare fraud investigation).

33 (5) The department shall transfer sufficient funds to the  
34 Washington state patrol to implement Substitute House Bill No. 1784  
35 (public assistance fraud).

36 NEW SECTION. **Sec. 212. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
37 **SERVICES--CHILD SUPPORT PROGRAM**

1	General Fund--State Appropriation (FY 1998) . . . . .	\$	21,078,000
2	General Fund--State Appropriation (FY 1999) . . . . .	\$	20,763,000
3	General Fund--Federal Appropriation . . . . .	\$	145,434,000
4	General Fund--Private/Local Appropriation . . . . .	\$	33,207,000
5	TOTAL APPROPRIATION . . . . .	\$	220,482,000

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

8 (1) The department shall contract with private collection agencies  
9 to pursue collection of TANF child support arrearages in cases that  
10 might otherwise consume a disproportionate share of the department's  
11 collection efforts. The department's child support collection staff  
12 shall determine which cases are appropriate for referral to private  
13 collection agencies. In determining appropriate contract provisions,  
14 the department shall consult with other states that have successfully  
15 contracted with private collection agencies to the extent allowed by  
16 federal support enforcement regulations.

17 (2) The department shall request a waiver from federal support  
18 enforcement regulations to replace the current program audit criteria,  
19 which is process-based, with performance measures based on program  
20 outcomes.

21 (3) The amounts appropriated in this section for child support  
22 legal services shall only be expended by means of contracts with local  
23 prosecutor's offices.

24 **NEW SECTION. Sec. 213. FOR THE DEPARTMENT OF SOCIAL AND HEALTH**  
25 **SERVICES--PAYMENTS TO OTHER AGENCIES PROGRAM**

26	General Fund--State Appropriation (FY 1998) . . . . .	\$	47,637,000
27	General Fund--State Appropriation (FY 1999) . . . . .	\$	47,717,000
28	General Fund--Federal Appropriation . . . . .	\$	54,506,000
29	Violence Reduction and Drug Enforcement Account		
30	Appropriation . . . . .	\$	2,215,000
31	Health Services Account Appropriation . . . . .	\$	1,669,000
32	TOTAL APPROPRIATION . . . . .	\$	153,744,000

33 The appropriations in this section are subject to the following  
34 conditions and limitations: \$22,879,000 of the general fund--state  
35 appropriation for fiscal year 1998, \$22,820,000 of the general fund--  
36 state appropriation for fiscal year 1999, \$35,431,000 of the general  
37 fund--federal appropriation, \$2,215,000 of the violence reduction and

1 drug enforcement account, and \$1,669,000 of the health services account  
 2 are provided solely to increase the rates of contracted service  
 3 providers. The department need not provide all vendors with the same  
 4 percentage rate increase. Rather, the department is encouraged to use  
 5 these funds to help assure an adequate supply of qualified vendors.  
 6 Vendors providing services in markets where recruitment and retention  
 7 of qualified providers is a problem may receive larger rate increases  
 8 than other vendors. It is the legislature's intent that these amounts  
 9 shall be used primarily to increase compensation for persons employed  
 10 in direct, front-line service delivery. Any rate increases granted as  
 11 a result of this section must be implemented so that the carry-forward  
 12 costs into the 1999-01 biennium do not exceed the amounts provided in  
 13 this subsection. Within thirty days of granting a vendor rate increase  
 14 under this section, the department shall report the following  
 15 information to the fiscal committees of the legislature: (1) The  
 16 amounts and effective dates of any increases granted; (2) the process  
 17 and criteria used to determine the increases; and (3) any data used in  
 18 that process.

19 **NEW SECTION. Sec. 214. FOR THE STATE HEALTH CARE AUTHORITY**

20	General Fund--State Appropriation (FY 1998) . . . . .	\$	3,409,000
21	General Fund--State Appropriation (FY 1999) . . . . .	\$	3,410,000
22	State Health Care Authority Administration		
23	Account Appropriation . . . . .	\$	14,727,000
24	Health Services Account Appropriation . . . . .	\$	294,301,000
25	TOTAL APPROPRIATION . . . . .	\$	315,847,000

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

28 (1) The general fund--state appropriations and \$5,814,000 of the  
 29 health services account appropriation are provided solely for health  
 30 care services provided through local community clinics.

31 (2) The health care authority shall use competitive contracting  
 32 strategies, increase copay requirements, adjust state subsidy levels,  
 33 and take other actions it deems necessary to assure that the funds  
 34 appropriated in this section are sufficient to subsidize basic health  
 35 plan enrollment for a monthly average of 132,500 persons during fiscal  
 36 years 1998 and 1999.

37 (3) The health care authority shall ensure that all persons who are  
 38 eligible for the medical assistance program, pursuant to chapter 74.09

1 RCW, are fully enrolled in that program prior to coverage by the basic  
2 health plan.

3 (4) Within funds appropriated in this section and sections 205 and  
4 206 of this act, the health care authority shall continue to provide an  
5 enhanced basic health plan subsidy option for foster parents licensed  
6 under chapter 74.15 RCW and workers in state-funded homecare programs.  
7 Under this enhanced subsidy option, foster parents and homecare workers  
8 with family incomes below 200 percent of the federal poverty level  
9 shall be allowed to enroll in the basic health plan at a cost of ten  
10 dollars per covered worker per month.

11 (5) The health care authority shall require organizations and  
12 individuals that are paid to deliver basic health plan services to  
13 contribute a minimum of fifty dollars per enrollee per month if the  
14 organization or individual chooses to sponsor an individual's  
15 enrollment in the subsidized basic health plan.

16 (6) Funding provided in this section is sufficient to implement  
17 Second Substitute House Bill No. 1714 (basic health plan eligibility).  
18 If the bill is enacted by June 30, 1997, the health care authority  
19 shall include in its monthly reports the number of new enrollees made  
20 eligible by this legislation.

21 (7) \$150,000 of the health services account appropriation is  
22 provided solely to implement the provisions of Substitute House Bill  
23 No. 1805 (health care savings accounts). If this bill is not enacted  
24 by June 30, 1997, the amount provided in this subsection shall lapse.

25 (8) The health care authority shall report to the fiscal committees  
26 of the legislature by December 1, 1997, on the number of basic health  
27 plan enrollees who are illegal aliens, but are not resident citizens,  
28 legal aliens, legal refugees, or legal asylees.

29 NEW SECTION. **Sec. 215. FOR THE HUMAN RIGHTS COMMISSION**

30	General Fund--State Appropriation (FY 1998) . . . . .	\$	2,023,000
31	General Fund--State Appropriation (FY 1999) . . . . .	\$	2,039,000
32	General Fund--Federal Appropriation . . . . .	\$	1,446,000
33	General Fund--Private/Local Appropriation . . . . .	\$	260,000
34	TOTAL APPROPRIATION . . . . .	\$	5,768,000

35 NEW SECTION. **Sec. 216. FOR THE BOARD OF INDUSTRIAL INSURANCE**  
36 **APPEALS**

37 Worker and Community Right-to-Know Account

1	Appropriation . . . . .	\$	20,000
2	Accident Account Appropriation . . . . .	\$	10,787,000
3	Medical Aid Account Appropriation . . . . .	\$	10,789,000
4	TOTAL APPROPRIATION . . . . .	\$	21,596,000

5        NEW SECTION.        **Sec. 217.        FOR THE CRIMINAL JUSTICE TRAINING**  
6 **COMMISSION**

7	General Fund--Federal Appropriation . . . . .	\$	100,000
8	Death Investigations Account Appropriation . . . . .	\$	38,000
9	Public Safety and Education Account		
10	Appropriation . . . . .	\$	13,474,000
11	Violence Reduction and Drug Enforcement Account		
12	Appropriation . . . . .	\$	346,000
13	TOTAL APPROPRIATION . . . . .	\$	13,958,000

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

16        (1) \$80,000 of the public safety and education account  
17 appropriation is provided solely to continue the study of law  
18 enforcement and corrections training begun in 1996. Specific elements  
19 to be addressed in the study include: (a) The feasibility and the  
20 rationale for increasing basic law enforcement training from 440 to 600  
21 hours; (b) the feasibility and rationale for creating a certification  
22 process for law enforcement officers; (c) the feasibility and rationale  
23 for expanding the correctional officers academy; (d) the feasibility  
24 and rationale for expanding the juvenile service workers academy and/or  
25 the adult services academy; and (e) any other items considered relevant  
26 by the commission. Any recommendations made shall include a plan and  
27 timeline for how they would be implemented. The board on correctional  
28 training standards and education and the board on law enforcement  
29 training standards and education shall be actively involved in the  
30 study effort. Copies of the study shall be provided to the chairs of  
31 the appropriate policy and fiscal committees of the legislature and the  
32 director of the office of financial management by October 1, 1997.

33        (2) \$50,000 of the public safety and education account  
34 appropriation is provided solely to prepare a cost and fee study of the  
35 current and proposed criminal justice course offerings. The analysis  
36 shall identify total costs and major cost components for: (a) Any  
37 current training classes that are considered mandatory; and (b) any  
38 proposed or modified training courses that are considered mandatory.

1 Mandatory classes include, but are not limited to, the following:  
 2 Basic law enforcement academy, correction officers academy, supervisory  
 3 and management training of law enforcement officers, supervisory and  
 4 management training of correctional officers, juvenile service workers  
 5 academy, and the adult service academy. The study shall also recommend  
 6 a methodology for estimating the future demand for these classes. The  
 7 study shall also estimate the cost of implementing any recommendations  
 8 made pursuant to subsection (1) of this section. The study shall be  
 9 conducted by a private sector consultant selected by the office of  
 10 financial management in consultation with the executive director of the  
 11 criminal justice training commission. Copies of the study shall be  
 12 provided to the chairs of the appropriate policy and fiscal committees  
 13 of the legislature and the director of financial management by January  
 14 1, 1998.

15 (3) \$92,000 of the public safety and education account  
 16 appropriation is provided solely for the purpose of training law  
 17 enforcement managers and supervisors.

18 (4) \$80,000 of the public safety and education account  
 19 appropriation is provided solely to implement the provisions of  
 20 Substitute House Bill No. 1423 (criminal justice training commission).  
 21 If this bill is not enacted by June 30, 1997, the amount in this  
 22 subsection shall lapse.

23 **NEW SECTION. Sec. 218. FOR THE DEPARTMENT OF LABOR AND INDUSTRIES**

24	General Fund Appropriation (FY 1998)	. . . . .	\$	6,883,000
25	General Fund Appropriation (FY 1999)	. . . . .	\$	6,910,000
26	Public Safety and Education Account--			
27	State Appropriation	. . . . .	\$	16,246,000
28	Public Safety and Education Account--			
29	Federal Appropriation	. . . . .	\$	6,002,000
30	Public Safety and Education Account--			
31	Private/Local Appropriation	. . . . .	\$	2,014,000
32	Electrical License Account Appropriation	. . . . .	\$	22,665,000
33	Farm Labor Revolving Account Appropriation	. . . . .	\$	28,000
34	Worker and Community Right-to-Know Account			
35	Appropriation	. . . . .	\$	2,187,000
36	Public Works Administration Account			
37	Appropriation	. . . . .	\$	1,975,000
38	Accident Account--State Appropriation	. . . . .	\$	147,785,000

1	Accident Account--Federal Appropriation . . . . .	\$	9,112,000
2	Medical Aid Account--State Appropriation . . . . .	\$	156,873,000
3	Medical Aid Account--Federal Appropriation . . . . .	\$	1,592,000
4	Plumbing Certificate Account Appropriation . . . . .	\$	846,000
5	Pressure Systems Safety Account		
6	Appropriation . . . . .	\$	2,106,000
7	TOTAL APPROPRIATION . . . . .	\$	383,224,000

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

10       (1) Expenditures of funds appropriated in this section for the  
11 information systems projects identified in agency budget requests as  
12 "claims service delivery", "electrical permitting and inspection  
13 system", and "credentialing information system" are conditioned upon  
14 compliance with section 902 of this act. In addition, funds for the  
15 "claims service delivery" project shall not be released until the  
16 required components of a feasibility study are completed and approved  
17 by the department of information services.

18       (2) Pursuant to RCW 7.68.015, the department shall operate the  
19 crime victims' compensation program within the public safety and  
20 education account funds appropriated in this section. In the event  
21 that cost containment measures are necessary, the department may (a)  
22 institute copayments for services; (b) develop preferred provider and  
23 managed care contracts; (c) coordinate with the department of social  
24 and health services to use the public safety and education account as  
25 matching funds for federal Title XIX reimbursement, to the extent this  
26 maximizes total funds available for services to crime victims.

27       (3) \$54,000 of the general fund--state appropriation for fiscal  
28 year 1998 and \$54,000 of the general fund--state appropriation for  
29 fiscal year 1999 are provided solely for an interagency agreement to  
30 reimburse the board of industrial insurance appeals for crime victims'  
31 appeals.

32       (4) The secretary of social and health services and the director of  
33 labor and industries shall continue to work on the measurable changes  
34 in employee injury and time-loss rates that have occurred in the state  
35 developmental disabilities, juvenile rehabilitation, and mental health  
36 institutions as a result of the upfront loss-control discount agreement  
37 between the agencies.

1 (5) The expenditures of the elevator, factory assembled structures,  
2 and contractors' registration and compliance programs may not exceed  
3 the revenues generated by these programs.

4 (6) \$78,000 of the general fund fiscal year 1998 appropriation,  
5 \$62,000 of the general fund fiscal year 1999 appropriation, \$123,000 of  
6 the electrical license account appropriation, \$482,000 of the accident  
7 account appropriation, and \$520,000 of the medical aid account  
8 appropriation are provided solely to implement Engrossed Second  
9 Substitute House Bill No. 1032 (regulatory reform). If the bill is not  
10 enacted by June 30, 1997, the amounts in this subsection shall lapse.

11 (7) \$300,000 of the accident account appropriation and \$300,000 of  
12 the medical aid account appropriation are provided solely to implement  
13 Second Substitute House Bill No. 2041 (workers' compensation failure to  
14 pay). If the bill is not enacted by June 30, 1997, the amounts in this  
15 subsection shall lapse.

16 NEW SECTION. **Sec. 219. FOR THE INDETERMINATE SENTENCE REVIEW**  
17 **BOARD**

18	General Fund Appropriation (FY 1998) . . . . .	\$	1,145,000
19	General Fund Appropriation (FY 1999) . . . . .	\$	926,000
20	TOTAL APPROPRIATION . . . . .	\$	2,071,000

21 The appropriations in this section are subject to the following  
22 conditions and limitations: \$936,000 of the general fund appropriation  
23 for fiscal year 1999 is provided solely to implement House Bill No.  
24 1646 (indeterminate sentence review) or Senate Bill No. 5410  
25 (indeterminate sentence review board). If neither of these bills is  
26 enacted by June 30, 1997, this amount shall lapse.

27 NEW SECTION. **Sec. 220. FOR THE DEPARTMENT OF VETERANS AFFAIRS**

28 (1) HEADQUARTERS

29	General Fund Appropriation (FY 1998) . . . . .	\$	1,368,000
30	General Fund Appropriation (FY 1999) . . . . .	\$	1,338,000
31	Industrial Insurance Premium Refund		
32	Appropriation . . . . .	\$	80,000
33	TOTAL APPROPRIATION . . . . .	\$	2,786,000

34 The appropriations in this subsection are subject to the following  
35 conditions and limitations: \$25,000 of the general fund appropriation  
36 for fiscal year 1998 is provided solely to accomplish tasks associated



1 with the construction of the World War II veterans memorial located on  
 2 the state capitol campus. These funds shall be used only after  
 3 consultation with the World War II memorial advisory committee.

4 (2) FIELD SERVICES

5	General Fund--State Appropriation (FY 1998) . . . . .	\$	2,418,000
6	General Fund--State Appropriation (FY 1999) . . . . .	\$	2,420,000
7	General Fund--Federal Appropriation . . . . .	\$	26,000
8	General Fund--Private/Local Appropriation . . . . .	\$	85,000
9	TOTAL APPROPRIATION . . . . .	\$	4,949,000

10 (3) INSTITUTIONAL SERVICES

11	General Fund--State Appropriation (FY 1998) . . . . .	\$	6,101,000
12	General Fund--State Appropriation (FY 1999) . . . . .	\$	5,369,000
13	General Fund--Federal Appropriation . . . . .	\$	19,556,000
14	General Fund--Private/Local Appropriation . . . . .	\$	14,583,000
15	TOTAL APPROPRIATION . . . . .	\$	45,609,000

16 NEW SECTION. **Sec. 221. FOR THE DEPARTMENT OF HEALTH**

17	General Fund--State Appropriation (FY 1998) . . . . .	\$	50,883,000
18	General Fund--State Appropriation (FY 1999) . . . . .	\$	54,417,000
19	General Fund--Federal Appropriation . . . . .	\$	259,758,000
20	General Fund--Private/Local Appropriation . . . . .	\$	24,290,000
21	Hospital Commission Account Appropriation . . . . .	\$	3,089,000
22	Medical Disciplinary Account Appropriation . . . . .	\$	3,969,000
23	Health Professions Account Appropriation . . . . .	\$	32,702,000
24	Safe Drinking Water Account Appropriation . . . . .	\$	2,495,000
25	Waterworks Operator Certification Appropriation . . . . .	\$	588,000
26	Drinking Water Assistance Account--Federal		
27	Appropriation . . . . .	\$	4,533,000
28	Water Quality Account Appropriation . . . . .	\$	3,066,000
29	Violence Reduction and Drug Enforcement Account		
30	Appropriation . . . . .	\$	469,000
31	State Toxics Control Account Appropriation . . . . .	\$	2,855,000
32	Medical Test Site Licensure Account Appropriation . . . . .	\$	1,624,000
33	Youth Tobacco Prevention Account Appropriation . . . . .	\$	1,812,000
34	Health Services Account Appropriation . . . . .	\$	30,281,000
35	TOTAL APPROPRIATION . . . . .	\$	476,831,000

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

1 (1) \$2,134,000 of the medical disciplinary account appropriation is  
2 provided solely for the development and implementation of a licensing  
3 and disciplinary management system. Expenditures are conditioned upon  
4 compliance with section 902 of this act. These funds shall not be  
5 expended without appropriate project approval by the department of  
6 information systems.

7 (2) Funding provided in this section for the drinking water program  
8 data management system shall not be expended without appropriate  
9 project approval by the department of information systems.  
10 Expenditures are conditioned upon compliance with section 902 of this  
11 act.

12 (3) \$1,633,000 of the general fund--state appropriation for fiscal  
13 year 1998 and \$1,634,000 of the general fund--state appropriation for  
14 fiscal year 1999 are provided solely for the implementation of the  
15 Puget Sound work plan and agency action items DOH-01, DOH-02, DOH-03,  
16 DOH-04, DOH-05, DOH-06, DOH-07, DOH-08, DOH-09, DOH-10, DOH-11, and  
17 DOH-12.

18 (4) Amounts provided in this section are sufficient to operate the  
19 AIDS prescription drug program. To operate the program within the  
20 appropriated amount, the department shall limit new enrollments, manage  
21 access to the most expensive drug regimens, establish waiting lists and  
22 priority rankings, assist clients in accessing drug assistance programs  
23 sponsored by drug manufacturers, or pursue other means of managing  
24 expenditures by the program.

25 (5) \$512,000 of the general fund--state appropriation for fiscal  
26 year 1998, \$449,000 of the general fund--state appropriation for fiscal  
27 year 1999, \$136,000 of the general fund--local appropriation, and  
28 \$581,000 of the health professions account appropriation are provided  
29 solely for the implementation of Engrossed Second Substitute House Bill  
30 No. 1032 (regulatory reform). If the bill is not enacted by June 30,  
31 1997, the amounts provided in this section shall lapse.

32 (6) \$100,000 of the general fund--state appropriation for fiscal  
33 year 1998 and \$100,000 of the general fund--state appropriation for  
34 fiscal year 1999 are provided solely for the implementation of Second  
35 Substitute House Bill No. 1191 (mandated health benefit review). If  
36 the bill is not enacted by June 30, 1997, the amounts provided in this  
37 section shall lapse.

38 (7) \$100,000 of the general fund--state appropriation for fiscal  
39 year 1998 and \$100,000 of the general fund--state appropriation for

1 fiscal year 1999 are provided solely for the volunteer retired provider  
2 program. Funds shall be used to increase children's access to dental  
3 care services in rural and underserved communities by paying  
4 malpractice insurance and professional licensing fees for retired  
5 dentists participating in the program.

6 (8) The department shall work with the birth to three program at  
7 the University of Washington to provide coordinated and enhanced  
8 services to first steps clients at a site of the birth to three  
9 program.

10 (9) \$304,000 of the general fund--state appropriation for fiscal  
11 year 1998, \$304,000 of the general fund--state appropriation for fiscal  
12 year 1999, and \$188,000 of the general fund--local appropriation are  
13 provided solely for assuring the quality of trauma center care and a  
14 study of the impact of trauma system designation on quality of trauma  
15 care in Washington.

16 (10) \$525,000 of the health services account appropriation and  
17 \$300,000 of the general fund--federal appropriation are provided solely  
18 for an abstinence education program which complies with P.L. 104-193.  
19 \$400,000 of the general fund--federal appropriation is provided solely  
20 for abstinence education projects at the office of the superintendent  
21 of public instruction and shall be transferred to the office of the  
22 superintendent of public instruction for the 1998-99 school year. The  
23 department shall apply for abstinence education funds made available by  
24 the federal personal responsibility and work opportunity act of 1996  
25 and implement a program that complies with the requirements of that  
26 act.

27 (11) \$4,150,000 of the health services account appropriation is  
28 provided solely for the Washington poison center.

29 (12) \$242,000 of the general fund--state appropriation for fiscal  
30 year 1998, \$212,000 of the general fund--state appropriation for fiscal  
31 year 1999, and \$498,000 of the general fund--federal appropriation are  
32 provided solely for the implementation of the nursing home resident  
33 protection program according to guidelines established by the federal  
34 health care financing administration.

35 NEW SECTION. **Sec. 222. FOR THE DEPARTMENT OF CORRECTIONS**

36 (1) ADMINISTRATION AND PROGRAM SUPPORT

37	General Fund Appropriation (FY 1998)	. . . . .	\$	13,739,000
38	General Fund Appropriation (FY 1999)	. . . . .	\$	13,755,000

1 TOTAL APPROPRIATION . . . . . \$ 27,494,000

2 The appropriations in this subsection are subject to the following  
3 conditions and limitations: The department may expend funds generated  
4 by contractual agreements entered into for mitigation of severe  
5 overcrowding in local jails. If any funds are generated in excess of  
6 actual costs, they shall be deposited in the state general fund.  
7 Expenditures shall not exceed revenue generated by such agreements and  
8 shall be treated as recovery of costs.

9 (2) INSTITUTIONAL SERVICES

10	General Fund--State Appropriation (FY 1998) . . . . .	\$ 287,665,000
11	General Fund--State Appropriation (FY 1999) . . . . .	\$ 306,775,000
12	General Fund--Federal Appropriation . . . . .	\$ 18,097,000
13	Violence Reduction and Drug Enforcement Account	
14	Appropriation . . . . .	\$ 1,614,000
15	Industrial Insurance Premium Rebate Appropriation . .	\$ 673,000
16	TOTAL APPROPRIATION . . . . .	\$ 614,824,000

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

19 (a) The department shall provide funding for the pet partnership  
20 program at the Washington Corrections Center for Women at a level at  
21 least equal to that provided in the 1995-97 biennium.

22 (b) \$296,000 of the general fund--state appropriation for fiscal  
23 year 1998 and \$297,000 of the general fund--state appropriation for  
24 fiscal year 1999 are provided solely to increase payment rates for  
25 contracted education providers. It is the legislature's intent that  
26 these amounts shall be used primarily to increase compensation for  
27 persons employed in direct, front-line service delivery.

28 (c) The department of corrections shall accomplish personnel  
29 reductions with the least possible impact on correctional custody  
30 staff, community custody staff, and correctional industries. For the  
31 purposes of this subsection, correctional custody staff means employees  
32 responsible for the direct supervision of offenders.

33 (d) \$827,000 of the general fund--state appropriation for fiscal  
34 year 1998 and \$9,495,000 of the general fund--state appropriation for  
35 fiscal year 1999 are provided solely to implement Engrossed Third  
36 Substitute House Bill No. 3900 (juvenile code revisions). If section  
37 6 of the bill is not enacted by June 30, 1997, the amounts provided in  
38 this subsection (2)(d) shall lapse.

1 (e) \$357,000 of the general fund--state appropriation for fiscal  
2 year 1998 and \$1,142,000 of the general fund--state appropriation for  
3 fiscal year 1999 are provided solely to implement the provisions of  
4 Substitute House Bill No. 1522 (criminal street gang activity). If the  
5 bill is not enacted by June 30, 1997, the amounts provided in this  
6 subsection (2)(e) shall lapse.

7 (3) COMMUNITY CORRECTIONS

8	General Fund Appropriation (FY 1998)	. . . . .	\$	88,938,000
9	General Fund Appropriation (FY 1999)	. . . . .	\$	90,654,000
10	TOTAL APPROPRIATION	. . . . .	\$	179,592,000

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

13 (a) \$467,000 of the general fund appropriation for fiscal year 1998  
14 and \$505,000 of the general fund appropriation for fiscal year 1999 are  
15 provided solely to increase payment rates for contracted education  
16 providers and contracted work release facilities. It is the  
17 legislature's intent that these amounts shall be used primarily to  
18 increase compensation for persons employed in direct, front-line  
19 service delivery.

20 (b) The department of corrections shall accomplish personnel  
21 reductions with the least possible impact on correctional custody  
22 staff, community custody staff, and correctional industries. For the  
23 purposes of this subsection, correctional custody staff means employees  
24 responsible for the direct supervision of offenders.

25 (c) \$27,000 of the general fund appropriation for fiscal year 1998  
26 and \$345,000 of the general fund appropriation for fiscal year 1999 are  
27 provided solely to implement Engrossed Third Substitute House Bill No.  
28 3900 (juvenile code revisions). If section 6 of the bill is not  
29 enacted by June 30, 1997, the amounts provided in this subsection  
30 (3)(c) shall lapse.

31 (4) CORRECTIONAL INDUSTRIES

32	General Fund Appropriation (FY 1998)	. . . . .	\$	3,892,000
33	General Fund Appropriation (FY 1999)	. . . . .	\$	3,892,000
34	TOTAL APPROPRIATION	. . . . .	\$	7,784,000

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

1 (a) \$50,000 of the general fund appropriation for fiscal year 1998  
2 and \$50,000 of the general fund appropriation for fiscal year 1999 are  
3 provided solely for the correctional industries board of directors to  
4 hire one staff person, responsible directly to the board, to assist the  
5 board in fulfilling its duties.

6 (b) \$100,000 of the general fund appropriation for fiscal year 1998  
7 and \$100,000 of the general fund appropriation for fiscal year 1999 are  
8 provided solely for transfer to the jail industries board. The board  
9 shall use the amounts specified in this subsection only for  
10 administrative expenses, equipment purchases, and technical assistance  
11 associated with advising cities and counties in developing, promoting,  
12 and implementing consistent, safe, and efficient offender work  
13 programs.

14 (5) INTERAGENCY PAYMENTS

15	General Fund Appropriation (FY 1998)	. . . . .	\$	6,945,000
16	General Fund Appropriation (FY 1999)	. . . . .	\$	6,444,000
17	TOTAL APPROPRIATION	. . . . .	\$	13,389,000

18 NEW SECTION. **Sec. 223. FOR THE DEPARTMENT OF SERVICES FOR THE**  
19 **BLIND**

20	General Fund--State Appropriation (FY 1998)	. . . . .	\$	1,358,000
21	General Fund--State Appropriation (FY 1999)	. . . . .	\$	1,401,000
22	General Fund--Federal Appropriation	. . . . .	\$	10,464,000
23	General Fund--Private/Local Appropriation	. . . . .	\$	80,000
24	TOTAL APPROPRIATION	. . . . .	\$	13,303,000

25 NEW SECTION. **Sec. 224. FOR THE SENTENCING GUIDELINES COMMISSION**

26	General Fund Appropriation (FY 1998)	. . . . .	\$	714,000
27	General Fund Appropriation (FY 1999)	. . . . .	\$	713,000
28	TOTAL APPROPRIATION	. . . . .	\$	\$1,427,000

29 NEW SECTION. **Sec. 225. FOR THE EMPLOYMENT SECURITY DEPARTMENT**

30	General Fund--Federal Appropriation	. . . . .	\$	173,613,000
31	General Fund--Private/Local Appropriation	. . . . .	\$	24,861,000
32	Unemployment Compensation Administration Account--			
33	Federal Appropriation	. . . . .	\$	182,628,000
34	Administrative Contingency Account Appropriation	. . . . .	\$	12,465,000
35	Employment Service Administrative Account			
36	Appropriation	. . . . .	\$	13,176,000

1	Employment and Training Trust Account		
2	Appropriation . . . . .	\$	150,000
3	TOTAL APPROPRIATION . . . . .	\$	406,893,000

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

6       (1) Expenditures of funds appropriated in this section for the  
7 information systems projects identified in agency budget requests as  
8 "claims and adjudication call centers", "data/wage quality initiative",  
9 and "one stop information connectivity" are conditioned upon compliance  
10 with section 902 of this act.

11       (2) \$220,000 of the unemployment compensation administration  
12 account--federal appropriation is provided solely to implement  
13 Engrossed Second Substitute House Bill No. 1032 (regulatory reform).  
14 If the bill is not enacted by June 30, 1997, the amount provided in  
15 this subsection shall lapse.

16       (3) \$1,126,000 of the general fund--federal appropriation is  
17 provided solely for the continuation of job placement centers colocated  
18 on community and technical college campuses.

19       (4) The employment security department shall spend no more than  
20 \$25,049,511 of the unemployment compensation administration account--  
21 federal appropriation for the general unemployment insurance  
22 development effort (GUIDE) project, except that the department may  
23 exceed this amount by up to \$2,600,000 to offset the cost associated  
24 with any vendor caused delay. The additional spending authority is  
25 contingent upon the department fully recovering these moneys from any  
26 project vendors failing to perform in full. Authority to spend this  
27 amount is conditioned on compliance with section 902 of this act.

28                                      (End of part)

**PART III**  
**NATURAL RESOURCES**

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

4	General Fund--State Appropriation (FY 1998) . . . . .	\$	213,000
5	General Fund--State Appropriation (FY 1999) . . . . .	\$	222,000
6	General Fund--Private/Local Appropriation . . . . .	\$	435,000
7	TOTAL APPROPRIATION . . . . .	\$	870,000

8       The appropriations in this section are subject to the following  
9 condition and limitation:   \$120,000 of the general fund--state  
10 appropriation for fiscal year 1998, \$120,000 of the general fund--state  
11 appropriation for fiscal year 1999, and \$240,000 of the general fund--  
12 local appropriation are provided solely for each Columbia river gorge  
13 county to receive an \$80,000 grant for the purposes of implementing the  
14 scenic area management plan. If a Columbia river gorge county has not  
15 adopted an ordinance to implement the scenic area management plan in  
16 accordance with the national scenic area act (P.L. 99-663) then the  
17 grant funds for that county may be used by the commission to implement  
18 the plan for that county.

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

20	General Fund--State Appropriation (FY 1998) . . . . .	\$	27,540,000
21	General Fund--State Appropriation (FY 1999) . . . . .	\$	27,542,000
22	General Fund--Federal Appropriation . . . . .	\$	45,698,000
23	General Fund--Private/Local Appropriation . . . . .	\$	623,000
24	Special Grass Seed Burning Research Account		
25	Appropriation . . . . .	\$	42,000
26	Reclamation Revolving Account Appropriation . . . . .	\$	2,441,000
27	Flood Control Assistance Account Appropriation . . . . .	\$	4,000,000
28	State Emergency Water Projects Revolving Account		
29	Appropriation . . . . .	\$	319,000
30	Waste Reduction/Recycling/Litter Control		
31	Appropriation . . . . .	\$	5,166,000
32	State and Local Improvements Revolving Account		
33	(Waste Facilities) Appropriation . . . . .	\$	101,000
34	State and Local Improvements Revolving Account		
35	(Water Supply Facilities) Appropriation . . . . .	\$	1,366,000



1	Basic Data Account Appropriation . . . . .	\$	182,000
2	Vehicle Tire Recycling Account Appropriation . . . . .	\$	1,194,000
3	Water Quality Account Appropriation . . . . .	\$	3,181,000
4	Wood Stove Education and Enforcement Account		
5	Appropriation . . . . .	\$	1,055,000
6	Worker and Community Right-to-Know Account		
7	Appropriation . . . . .	\$	469,000
8	State toxics Control Account Appropriation . . . . .	\$	52,765,000
9	Local toxics Control Account Appropriation . . . . .	\$	4,342,000
10	Water Quality Permit Account Appropriation . . . . .	\$	20,538,000
11	Underground Storage Tank Account Appropriation . . . . .	\$	2,443,000
12	Solid Waste Management Account Appropriation . . . . .	\$	1,021,000
13	Hazardous Waste Assistance Account Appropriation . . . . .	\$	3,615,000
14	Air Pollution Control Account Appropriation . . . . .	\$	16,278,000
15	Oil Spill Administration Account Appropriation . . . . .	\$	6,976,000
16	Air Operating Permit Account Appropriation . . . . .	\$	4,134,000
17	Freshwater Aquatic Weeds Account Appropriation . . . . .	\$	1,829,000
18	Oil Spill Response Account Appropriation . . . . .	\$	7,078,000
19	Metals Mining Account Appropriation . . . . .	\$	42,000
20	Water Pollution Control Revolving Account--State		
21	Appropriation . . . . .	\$	190,000
22	Water Pollution Control Revolving Account--Federal		
23	Appropriation . . . . .	\$	1,726,000
24	Biosolids Permit Account Appropriation . . . . .	\$	567,000
25	TOTAL APPROPRIATION . . . . .	\$	244,463,000

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

28       (1) \$3,211,000 of the general fund--state appropriation for fiscal  
29 year 1998, \$3,211,000 of the general fund--state appropriation for  
30 fiscal year 1999, \$394,000 of the general fund--federal appropriation,  
31 \$2,017,000 of the oil spill administration account, \$819,000 of the  
32 state toxics control account appropriation, and \$3,591,000 of the water  
33 quality permit fee account are provided solely for the implementation  
34 of the Puget Sound work plan and agency action items DOE-01, DOE-02,  
35 DOE-03, DOE-04, DOE-05, DOE-06, DOE-07, DOE-08, and DOE-09. Within the  
36 appropriations provided in this subsection the department shall  
37 implement Engrossed Substitute House Bill No. 2186 (critical functions  
38 within WRIA).

1 (2) \$2,000,000 of the state toxics control account appropriation is  
2 provided solely for the following purposes:

3 (a) To conduct remedial actions for sites for which there are no  
4 potentially liable persons, for which potentially liable persons cannot  
5 be found, or for which potentially liable persons are unable to pay for  
6 remedial actions; and

7 (b) To provide funding to assist potentially liable persons under  
8 RCW 70.105D.070(2)(d)(xi) to pay for the cost of the remedial actions;  
9 and

10 (c) To conduct remedial actions for sites for which potentially  
11 liable persons have refused to conduct remedial actions required by the  
12 department; and

13 (d) To contract for services as necessary to support remedial  
14 actions.

15 (3) \$1,500,000 of the general fund--state appropriation for fiscal  
16 year 1998 and \$1,900,000 of the general fund--state appropriation for  
17 fiscal year 1999 are provided solely for the processing of water right  
18 permit applications, continued implementation of water resources data  
19 management systems, and providing technical and data support to local  
20 watershed planning efforts in accordance with Engrossed Second  
21 Substitute House Bill No. 2054 (water resource management). If the  
22 bill is not enacted by June 30, 1997, the amounts provided in this  
23 subsection shall lapse.

24 (4) \$3,000,000 of the general fund--state appropriation for fiscal  
25 year 1998 and \$3,000,000 of the general fund--state appropriation for  
26 fiscal year 1999 are appropriated for grants to local WRIA planning  
27 units established in accordance with Engrossed Second Substitute House  
28 Bill No. 2054 (water resource management). If the bill is not enacted  
29 by June 30, 1997, the amounts provided in this subsection shall lapse.  
30 In providing the grants to local WRIA planning groups, the department  
31 may fund up to twenty-four water resource inventory areas assuming the  
32 initial grant level is fifty percent of the maximum authorized.

33 (5) \$200,000 of the general fund--state appropriation for fiscal  
34 year 1998 is provided solely for the implementation of Engrossed  
35 Substitute House Bill No. 1111 (water rights). If the bill is not  
36 enacted by June 30, 1997, the amount provided in this subsection shall  
37 lapse.

38 (6) \$200,000 of the general fund--state appropriation for fiscal  
39 year 1998 is provided solely for the implementation of Engrossed

1 Substitute House Bill No. 1118 (reopening a water rights claim filing  
2 period). If the bill is not enacted by June 30, 1997, the amount  
3 provided in this subsection shall lapse.

4 (7) \$3,600,000 of the general fund--state appropriation for fiscal  
5 year 1998 and \$3,600,000 of the general fund--state appropriation for  
6 fiscal year 1999 are provided solely for the auto emissions inspection  
7 and maintenance program. Expenditures of the amounts provided in this  
8 subsection are contingent upon a like amount being deposited in the  
9 general fund from the auto emission inspection fees in accordance with  
10 RCW 70.120.170(4).

11 (8) \$170,000 of the oil spill administration account appropriation  
12 is provided solely for implementation of the Puget Sound work plan  
13 action item UW-02, through a contract with the University of  
14 Washington's Sea Grant program in order to develop an educational  
15 program that targets small spills from commercial fishing vessels,  
16 ferries, cruise ships, ports, and marinas.

17 (9) The merger of the office of marine safety into the department  
18 of ecology shall be accomplished in a manner that will maintain a  
19 priority focus on oil spill prevention, as well as maintain a strong  
20 oil spill response capability. The merged program shall be established  
21 to provide a high level of visibility and ensure that there shall not  
22 be a diminution of the existing level of effort from the merged  
23 programs.

24 (10) \$86,000 of the air operating permit account appropriation,  
25 \$86,000 of the water quality permit account appropriation, and \$86,000  
26 of the state toxics control account appropriation are provided solely  
27 for the implementation of Second Substitute House Bill No. 1866  
28 (environmental excellence). If the bill is not enacted by June 30,  
29 1997, the amount provided in this subsection shall lapse. In  
30 implementing the bill the department shall organize the needed  
31 expertise to process environmental excellence applications after an  
32 application has been received.

33 (11) \$121,000 of the general fund--state appropriation for fiscal  
34 year 1998, \$77,000 of the general fund--state appropriation for fiscal  
35 year 1999, \$138,000 of the general fund--federal appropriation,  
36 \$164,000 of the state toxics control account appropriation, \$64,000 of  
37 the water quality permit account appropriation, \$54,000 of the air  
38 pollution control account appropriation, \$33,000 of the flood control  
39 assistance account appropriation, \$18,000 of the waste

1 reduction/recycling/litter control account appropriation, \$18,000 of  
2 the oil spill administration account appropriation, \$15,000 of the  
3 water quality account appropriation, and \$15,000 of the air operating  
4 permit account appropriation are provided solely for the implementation  
5 of Engrossed Second Substitute House Bill No. 1032 (regulatory reform).  
6 If the bill is not enacted by June 30, 1997, the amounts provided in  
7 this subsection shall lapse.

8 (12) \$200,000 of the freshwater aquatic weeds account appropriation  
9 is provided solely to address saltcedar weed problems.

10 (13) \$352,000 of the waste reduction/recycling/litter control  
11 account appropriation is provided solely for an interagency  
12 reimbursement contract with the department of corrections to hire  
13 correctional work crews to remove litter in areas that are not  
14 accessible to youth crews.

15 (14) The entire biosolids permit account appropriation is provided  
16 solely for implementation of Substitute House Bill No. 1613 (biosolids  
17 management). If the bill is not enacted by June 30, 1997, the entire  
18 appropriation is null and void.

19 (15) Within the amounts provided in this section, the department  
20 shall implement Engrossed Second Substitute House Bill No. 1354 (air  
21 pollution control).

22 (16) \$29,000 of the general fund--state appropriation for fiscal  
23 year 1998 and \$99,000 of the general fund--state appropriation for  
24 fiscal year 1999 are provided solely for the implementation of  
25 Substitute House Bill No. 1985 (landscape management plans). If the  
26 bill is not enacted by June 30, 1997, the amounts provided in this  
27 subsection shall lapse.

28 (17) \$60,000 of the freshwater aquatic weeds account appropriation  
29 is provided solely for a grant to the department of fish and wildlife  
30 to control and eradicate purple loosestrife using the most cost-  
31 effective methods available, including chemical control where  
32 appropriate.

33 (18) A maximum of \$250,000 of the flood control assistance account  
34 is provided to implement the Skokomish valley flood reduction plan.  
35 The amount provided in this subsection shall be reduced by the amount  
36 expended from this account for the Skokomish valley flood reduction  
37 plan during the biennium ending June 30, 1997.

38 (19) The entire waste reduction/recycling/litter control account  
39 appropriation is provided for fiscal year 1998.

1 (20) The number of special purpose vehicles in the department's  
 2 fleet on July 1, 1997, shall be reduced by fifty percent as of June 30,  
 3 1999. Special purpose vehicles may be replaced by fuel efficient  
 4 economy vehicles or not replaced at all depending on the vehicle  
 5 requirements of the agency. An exception to this reduction in the  
 6 number of special purpose vehicles is provided for those special  
 7 purpose vehicles used by the department's youth corp program. Special  
 8 purpose vehicle is defined as a four-wheel drive off-road motor  
 9 vehicle.

10	<u>NEW SECTION.</u>	<b>Sec. 303.</b>	<b>FOR THE STATE PARKS AND RECREATION</b>	
11	<b>COMMISSION</b>			
12	General Fund--State Appropriation (FY 1998) . . . . .	\$	20,927,000	
13	General Fund--State Appropriation (FY 1999) . . . . .	\$	20,656,000	
14	General Fund--Federal Appropriation . . . . .	\$	2,428,000	
15	General Fund--Private/Local Appropriation . . . . .	\$	59,000	
16	Winter Recreation Program Account Appropriation . . . . .	\$	759,000	
17	Off Road Vehicle Account Appropriation . . . . .	\$	251,000	
18	Snowmobile Account Appropriation . . . . .	\$	2,290,000	
19	Aquatic Lands Enhancement Account Appropriation . . . . .	\$	321,000	
20	Public Safety and Education Account Appropriation . . . . .	\$	48,000	
21	Industrial Insurance Premium Refund Appropriation . . . . .	\$	10,000	
22	Waste Reduction/Recycling/Litter Control			
23	Appropriation . . . . .	\$	34,000	
24	Water Trail Program Account Appropriation . . . . .	\$	14,000	
25	Parks Renewal and Stewardship Account Appropriation . . . . .	\$	24,278,000	
26	TOTAL APPROPRIATION . . . . .	\$	72,075,000	

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

29 (1) \$189,000 of the aquatic lands enhancement account appropriation  
 30 is provided solely for the implementation of the Puget Sound work plan  
 31 agency action items P&RC-01 and P&RC-03.

32 (2) \$264,000 of the general fund--federal appropriation is provided  
 33 for boater programs state-wide and for implementation of the Puget  
 34 Sound work plan.

35 (3) \$45,000 of the general fund--state appropriation for fiscal  
 36 year 1998 is provided solely for a feasibility study of a  
 37 public/private effort to establish a reserve for recreation and  
 38 environmental studies in southwest Kitsap county.

1 (4) Within the funds provided in this section, the state parks and  
 2 recreation commission shall provide to the legislature a status report  
 3 on implementation of the recommendations contained in the 1994 study on  
 4 the restructuring of Washington state parks. This status report shall  
 5 include an evaluation of the campsite reservation system including the  
 6 identification of any incremental changes in revenues associated with  
 7 implementation of the system and a progress report on other enterprise  
 8 activities being undertaken by the commission. The report may also  
 9 include recommendations on other revenue generating options. In  
 10 preparing the report the commission is encouraged to work with  
 11 interested parties to develop a long-term strategy to support the park  
 12 system. The commission shall provide this report by December 1, 1997.

13 NEW SECTION. **Sec. 304. FOR THE INTERAGENCY COMMITTEE FOR OUTDOOR**  
 14 **RECREATION**

15	Firearms Range Account Appropriation . . . . .	\$	46,000
16	Recreation Resources Account Appropriation . . . . .	\$	2,356,000
17	NOVA Program Account Appropriation . . . . .	\$	590,000
18	TOTAL APPROPRIATION . . . . .	\$	2,992,000

19 The appropriations in this section are subject to the following  
 20 conditions and limitations: Any proceeds from the sale of the PRISM  
 21 software system shall be deposited into the recreation resources  
 22 account.

23 NEW SECTION. **Sec. 305. FOR THE ENVIRONMENTAL HEARINGS OFFICE**

24	General Fund Appropriation (FY 1998) . . . . .	\$	780,000
25	General Fund Appropriation (FY 1999) . . . . .	\$	774,000
26	TOTAL APPROPRIATION . . . . .	\$	1,554,000

27 The appropriations in this section are subject to the following  
 28 conditions and limitations: \$4,000 of the general fund appropriation  
 29 for fiscal year 1998 and \$4,000 of the general fund appropriation for  
 30 fiscal year 1999 are provided solely to implement Substitute Senate  
 31 Bill No. 5119 (forest practices appeals board). If this bill is not  
 32 enacted by June 30, 1997, \$4,000 of the general fund appropriation for  
 33 fiscal year 1998 and \$4,000 of the general fund appropriation for  
 34 fiscal year 1999 shall lapse.

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

1	General Fund Appropriation (FY 1998)	\$	838,000
2	General Fund Appropriation (FY 1999)	\$	840,000
3	Water Quality Account Appropriation	\$	440,000
4	TOTAL APPROPRIATION	\$	2,118,000

5 The appropriations in this section are subject to the following  
6 conditions and limitations: \$181,000 of the general fund appropriation  
7 for fiscal year 1998, \$181,000 of the general fund appropriation for  
8 fiscal year 1999, and \$130,000 of the water quality account  
9 appropriation are provided solely for the implementation of the Puget  
10 Sound work plan agency action item CC-01.

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

12	General Fund--State Appropriation (FY 1998)	\$	35,599,000
13	General Fund--State Appropriation (FY 1999)	\$	36,098,000
14	General Fund--Federal Appropriation	\$	73,015,000
15	General Fund--Private/Local Appropriation	\$	26,758,000
16	Off Road Vehicle Account Appropriation	\$	488,000
17	Aquatic Lands Enhancement Account Appropriation	\$	5,493,000
18	Public Safety and Education Account Appropriation	\$	590,000
19	Industrial Insurance Premium Refund Appropriation	\$	120,000
20	Recreational Fisheries Enhancement Appropriation	\$	2,231,000
21	Warm Water Game Fish Account Appropriation	\$	2,669,000
22	Wildlife Account Appropriation	\$	53,338,000
23	Game Special Wildlife Account--State Appropriation	\$	1,911,000
24	Game Special Wildlife Account--Federal Appropriation	\$	10,844,000
25	Game Special Wildlife Account--Private/Local		
26	Appropriation	\$	350,000
27	Oil Spill Administration Account Appropriation	\$	843,000
28	TOTAL APPROPRIATION	\$	250,347,000

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

31 (1) \$1,181,000 of the general fund--state appropriation for fiscal  
32 year 1998 and \$1,181,000 of the general fund--state appropriation for  
33 fiscal year 1999 are provided solely for the implementation of the  
34 Puget Sound work plan agency action items DFW-01, DFW-03, DFW-04, and  
35 DFW-8 through DFW-15.

36 (2) \$188,000 of the general fund--state appropriation for fiscal  
37 year 1998 and \$155,000 of the general fund--state appropriation for

1 fiscal year 1999 are provided solely for a maintenance and inspection  
2 program for department-owned dams. The department shall submit a  
3 report to the governor and the appropriate legislative committees by  
4 October 1, 1998, on the status of department owned dams. This report  
5 shall provide a recommendation, including a cost estimate, on whether  
6 each facility should continue to be maintained or should be  
7 decommissioned.

8 (3) \$832,000 of the general fund--state appropriation for fiscal  
9 year 1998 and \$832,000 of the general fund--state appropriation for  
10 fiscal year 1999 are provided solely to implement salmon recovery  
11 activities and other actions required to respond to federal listings of  
12 salmon species under the endangered species act.

13 (4) \$350,000 of the wildlife account appropriation, \$72,000 of the  
14 general fund--state appropriation for fiscal year 1998, and \$73,000 of  
15 the general fund--state appropriation for fiscal year 1999 are provided  
16 solely for control and eradication of class B designate weeds on  
17 department owned and managed lands. The amounts from the general  
18 fund--state appropriations are provided solely for control of spartina.

19 (5) \$140,000 of the wildlife account appropriation is provided  
20 solely for a cooperative effort with the department of agriculture for  
21 research and eradication of purple loosestrife on state lands.

22 (6) In controlling weeds on state-owned lands the department shall  
23 use the most cost-effective methods available, including chemical  
24 control where appropriate, and it shall report to the appropriate  
25 committees of the legislature by January 1, 1998, on control methods,  
26 costs, and acres treated during the previous year.

27 (7) \$100,000 of the general fund--state appropriation for fiscal  
28 year 1998 and \$100,000 of the general fund--state appropriation for  
29 fiscal year 1999 are provided solely to assist the department of  
30 ecology in processing water right applications, establishing in-stream  
31 flows, and providing technical assistance to local WRIA planning units  
32 established in accordance with Second Substitute House Bill No. 2054.  
33 If the bill is not enacted by June 30, 1997, the amounts provided in  
34 this subsection shall lapse.

35 (8) A maximum of \$1,000,000 is appropriated from the wildlife fund  
36 to the department of fish and wildlife for the fiscal year ending June  
37 30, 1998. The amount appropriated in this subsection is provided for  
38 the emergency feeding of deer and elk that may be starving and that are  
39 posing a risk to private property due to severe winter conditions



1 during the winter of 1997-98. The amount expended pursuant to this  
2 appropriation must not exceed the amount raised pursuant to section 3  
3 of Substitute House Bill No. 1478, and of the amount expended pursuant  
4 to this appropriation, not more than fifty percent may be from fee  
5 revenue generated pursuant to section 3 of Substitute House Bill No.  
6 1478. If the bill is not enacted by June 30, 1997, the amount  
7 appropriated in this subsection shall lapse.

8 (9) \$193,000 of the general fund--state appropriation for fiscal  
9 year 1998, \$194,000 of the general fund--state appropriation for fiscal  
10 year 1999, and \$300,000 of the wildlife account appropriation are  
11 provided solely for the design and development of an automated license  
12 system.

13 (10) The department is directed to offer for sale its Cessna 421  
14 aircraft by June 30, 1998. Proceeds from the sale shall be deposited  
15 in the wildlife account.

16 (11) \$500,000 of the general fund--state appropriation for fiscal  
17 year 1998 and \$500,000 of the general fund--state appropriation for  
18 fiscal year 1999 are provided solely to continue the department's  
19 habitat partnerships program during the 1997-99 biennium.

20 (12) \$350,000 of the general fund--state appropriation for fiscal  
21 year 1998 and \$350,000 of the general fund--state appropriation for  
22 fiscal year 1999 are provided solely for purchase of monitoring  
23 equipment necessary to fully implement mass marking of coho salmon.

24 (13) \$408,000 of the general fund--state appropriation for fiscal  
25 year 1998 and \$388,000 of the general fund--state appropriation for  
26 fiscal year 1999 are provided solely for the implementation of  
27 Engrossed Second Substitute House Bill No. 1032 (regulatory reform).

28 (14) \$238,000 of the general fund--state appropriation for fiscal  
29 year 1998 and \$219,000 of the general fund--state appropriation for  
30 fiscal year 1999 are provided solely for the implementation of  
31 Substitute House Bill No. 1985 (landscape management plans). If the  
32 bill is not enacted by June 30, 1997, the amounts provided in this  
33 subsection shall lapse.

34 (15) \$150,000 of the general fund--state appropriation for fiscal  
35 year 1998 and \$150,000 of the general fund--state appropriation for  
36 fiscal year 1999 are provided solely for a contract with the United  
37 States department of agriculture to carry out animal damage control  
38 projects throughout the state related to cougars, bears, and coyotes.

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

2	General Fund--State Appropriation (FY 1998) . . . . .	\$	25,727,000
3	General Fund--State Appropriation (FY 1999) . . . . .	\$	24,186,000
4	General Fund--Federal Appropriation . . . . .	\$	1,156,000
5	General Fund--Private/Local Appropriation . . . . .	\$	422,000
6	Forest Development Account Appropriation . . . . .	\$	43,355,000
7	Off Road Vehicle Account Appropriation . . . . .	\$	3,628,000
8	Surveys and Maps Account Appropriation . . . . .	\$	2,088,000
9	Aquatic Lands Enhancement Account Appropriation . . .	\$	4,869,000
10	Resources Management Cost Account Appropriation . . .	\$	90,544,000
11	Waste Reduction/Recycling/Litter Control		
12	Appropriation . . . . .	\$	450,000
13	Surface Mining Reclamation Account Appropriation . .	\$	1,420,000
14	Aquatic Land Dredged Material Disposal Site Account		
15	Appropriation . . . . .	\$	751,000
16	Natural Resources Conservation Areas Stewardship		
17	Account Appropriation . . . . .	\$	77,000
18	Air Pollution Control Account Appropriation . . . . .	\$	890,000
19	Metals Mining Account Appropriation . . . . .	\$	62,000
20	TOTAL APPROPRIATION . . . . .	\$	199,625,000

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

23            (1) \$7,017,000 of the general fund--state appropriation for fiscal  
 24 year 1998 and \$6,900,000 of the general fund--state appropriation for  
 25 fiscal year 1999 are provided solely for emergency fire suppression.

26            (2) \$18,000 of the general fund--state appropriation for fiscal  
 27 year 1998, \$18,000 of the general fund--state appropriation for fiscal  
 28 year 1999, and \$957,000 of the aquatic lands enhancement account  
 29 appropriation are provided solely for the implementation of the Puget  
 30 Sound work plan agency action items DNR-01, DNR-02, and DNR-04.

31            (3) \$450,000 of the resource management cost account appropriation  
 32 is provided solely for the control and eradication of class B designate  
 33 weeds on state lands. The department shall use the most cost-effective  
 34 methods available, including chemical control where appropriate, and  
 35 report to the appropriate committees of the legislature by January 1,  
 36 1998, on control methods, costs and acres treated during the previous  
 37 year.

38            (4) \$2,304,000 of the general fund--state appropriation for fiscal  
 39 year 1998 and \$2,684,000 of the general fund--state appropriation for

1 fiscal year 1999 are provided solely for fire protection activities.  
2 In conjunction with funding from the forest fire protection assessment  
3 account, during the 1997-99 biennium the department shall prioritize  
4 within available funds in order to be able to maintain three-person  
5 crews on its fire engines.

6 (5) \$541,000 of the general fund--state appropriation for fiscal  
7 year 1998 and \$549,000 of the general fund--state appropriation for  
8 fiscal year 1999 are provided solely for the stewardship of natural  
9 area preserves, natural resource conservation areas, and the operation  
10 of the natural heritage program.

11 (6) \$2,300,000 of the aquatic lands enhancement account  
12 appropriation is provided for the department's portion of the Eagle  
13 Harbor settlement.

14 (7) \$931,000 of the resource management cost account appropriation  
15 is provided solely for the implementation of House Bill No. 1128  
16 (Loomis state forest timber). If the bill is not enacted by June 30,  
17 1997, the amount provided in this subsection shall lapse.

18 (8) \$195,000 of the general fund--state appropriation for fiscal  
19 year 1998 and \$220,000 of the general fund--state appropriation for  
20 fiscal year 1999 are provided solely for the implementation of  
21 Substitute House Bill No. 1985 (landscape management plans). If the  
22 bill is not enacted by June 30, 1997, the amounts provided in this  
23 subsection shall lapse.

24 (9) \$600,000 of the general fund--state appropriation for fiscal  
25 year 1998 and \$600,000 of the general fund--state appropriation for  
26 fiscal year 1999 are provided solely for the cooperative monitoring,  
27 evaluation, and research projects related to implementation of the  
28 timber-fish-wildlife agreement.

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

30	General Fund--State Appropriation (FY 1998) . . . . .	\$	7,468,000
31	General Fund--State Appropriation (FY 1999) . . . . .	\$	6,848,000
32	General Fund--Federal Appropriation . . . . .	\$	4,732,000
33	General Fund--Private/Local Appropriation . . . . .	\$	408,000
34	Aquatic Lands Enhancement Account Appropriation . . . . .	\$	806,000
35	Industrial Insurance Premium Refund Appropriation . . . . .	\$	184,000
36	State Toxics Control Account Appropriation . . . . .	\$	1,338,000
37	TOTAL APPROPRIATION . . . . .	\$	21,784,000

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

3 (1) \$35,000 of the general fund--state appropriation for fiscal  
4 year 1998 and \$36,000 of the general fund--state appropriation for  
5 fiscal year 1999 are provided solely for technical assistance on  
6 pesticide management including the implementation of the Puget Sound  
7 work plan agency action item DOA-01.

8 (2) \$461,000 of the general fund--state appropriation for fiscal  
9 year 1998 and \$361,000 of the general fund--federal appropriation are  
10 provided solely to monitor and eradicate the Asian gypsy moth.

11 (3) \$200,000 of the general fund--state appropriations in this  
12 section shall be provided as a loan by the department to the Washington  
13 state livestock identification board established in Substitute House  
14 Bill No. 2089. The loan provided in this subsection is contingent upon  
15 the enactment of Substitute House Bill No. 2089 by June 30, 1997. The  
16 department may not enter into a loan agreement until the office of  
17 financial management certifies that the fee structure will be  
18 sufficient to fully repay the loan by June 30, 1999.

19 (4) \$138,000 of the general fund--state appropriation for fiscal  
20 year 1998 and \$138,000 of the general fund--state appropriation for  
21 fiscal year 1999 are provided solely for two additional staff positions  
22 in the plant protection program.

23 NEW SECTION. **Sec. 310. FOR THE WASHINGTON POLLUTION LIABILITY**  
24 **REINSURANCE PROGRAM**

25 Pollution Liability Insurance Program Trust Account  
26 Appropriation . . . . . \$ 914,000

27 (End of part)

PART IV  
TRANSPORTATION

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

4	General Fund Appropriation (FY 1998) . . . . .	\$	4,385,000
5	General Fund Appropriation (FY 1999) . . . . .	\$	4,338,000
6	Architects' License Account Appropriation . . . . .	\$	903,000
7	Cemetery Account Appropriation . . . . .	\$	219,000
8	Professional Engineers' Account Appropriation . . . . .	\$	2,698,000
9	Real Estate Commission Account Appropriation . . . . .	\$	6,779,000
10	Master License Account Appropriation . . . . .	\$	7,057,000
11	Uniform Commercial Code Account Appropriation . . . . .	\$	4,312,000
12	Real Estate Education Account Appropriation . . . . .	\$	606,000
13	Funeral Directors And Embalmers Account Appropriation	\$	442,000
14	TOTAL APPROPRIATION . . . . .	\$	31,739,000

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

17       (1) \$21,000 of the general fund fiscal year 1998 appropriation and  
18 \$22,000 of the general fund fiscal year 1999 appropriation are provided  
19 solely to implement House Bill No. 1827 (boxing, martial arts,  
20 wrestling). If the bill is not enacted by June 30, 1997, the amounts  
21 in this subsection shall lapse.

22       (2) \$199,000 of the general fund fiscal year 1998 appropriation,  
23 \$126,000 of the general fund fiscal year 1999 appropriation, \$46,000 of  
24 the architects' license account appropriation, \$31,000 of the cemetery  
25 account appropriation, \$41,000 of the professional engineers' account  
26 appropriation, \$71,000 of the real estate commission account  
27 appropriation, \$59,000 of the master license account appropriation,  
28 \$95,000 of the uniform commercial code account appropriation, and  
29 \$33,000 of the funeral directors and embalmers account appropriation  
30 are provided solely to implement Engrossed Second Substitute House Bill  
31 No. 1032 (regulatory reform). If the bill is not enacted by June 30,  
32 1997, the amounts in this subsection shall lapse.

33       (3) \$40,000 of the master license account appropriation is provided  
34 solely to implement Substitute House Bill No. 1493 (whitewater river  
35 outfitters). If the bill is not enacted by June 30, 1997, the amount  
36 in this subsection shall lapse.

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

2	General Fund--State Appropriation (FY 1998) . . . . .	\$	7,712,000
3	General Fund--State Appropriation (FY 1999) . . . . .	\$	7,850,000
4	General Fund--Federal Appropriation . . . . .	\$	3,990,000
5	General Fund--Private/Local Appropriation . . . . .	\$	341,000
6	Public Safety and Education Account Appropriation . .	\$	4,652,000
7	County Criminal Justice Assistance Account		
8	Appropriation . . . . .	\$	3,905,000
9	Municipal Criminal Justice Assistance Account		
10	Appropriation . . . . .	\$	1,573,000
11	Fire Service Trust Account Appropriation . . . . .	\$	92,000
12	Fire Service Training Account Appropriation . . . . .	\$	1,762,000
13	State toxics Control Account Appropriation . . . . .	\$	439,000
14	Violence Reduction and Drug Enforcement Account		
15	Appropriation . . . . .	\$	310,000
16	Fingerprint Identification Account Appropriation . .	\$	3,082,000
17	TOTAL APPROPRIATION . . . . .	\$	35,708,000

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

20            (1) \$254,000 of the fingerprint identification account--state  
21 appropriation is provided solely for an automated system that will  
22 facilitate the access of criminal history records remotely by computer  
23 or phone for preemployment background checks and other non-law  
24 enforcement purposes. The agency shall submit an implementation status  
25 report to the office of financial management and the legislature by  
26 September 1, 1997.

27            (2) \$264,000 of the general fund--federal appropriation is provided  
28 solely for a feasibility study to develop a criminal investigation  
29 computer system. The study will report on the feasibility of  
30 developing a system that uses incident-based reporting as its  
31 foundation, consistent with FBI standards. The system will have the  
32 capability of connecting with local law enforcement jurisdictions as  
33 well as fire protection agencies conducting arson investigations. The  
34 study will report on the system requirements for incorporating case  
35 management, intelligence data, imaging, and geographic information.  
36 The system will also provide links to existing crime information  
37 databases such as WASIS and WACIC. The agency shall submit a copy of  
38 the proposed study workplan to the office of financial management and  
39 the department of information services for approval prior to

1 expenditure. A final report shall be submitted to the appropriate  
2 committees of the legislature, the office of financial management, and  
3 the department of information services no later than June 30, 1998.

4 (End of part)

1 PART V  
2 EDUCATION

3 NEW SECTION. Sec. 501. FOR THE SUPERINTENDENT OF PUBLIC  
4 INSTRUCTION--FOR STATE ADMINISTRATION

5 General Fund--State Appropriation (FY 1998) . . . . .	\$	40,866,000
6 General Fund--State Appropriation (FY 1999) . . . . .	\$	25,125,000
7 General Fund--Federal Appropriation . . . . .	\$	49,719,000
8 Public Safety and Education Account		
9 Appropriation . . . . .	\$	3,148,000
10 Violence Reduction and Drug Enforcement Account		
11 Appropriation . . . . .	\$	3,122,000
12 Education Savings Account Appropriation . . . . .	\$	29,312,000
13 TOTAL APPROPRIATION . . . . .	\$	151,292,000

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

16 (1) AGENCY OPERATIONS

17 (a) \$394,000 of the general fund--state appropriation for fiscal  
18 year 1998 and \$394,000 of the general fund--state appropriation for  
19 fiscal year 1999 are provided solely for the operation and expenses of  
20 the state board of education, including basic education assistance  
21 activities.

22 (b) \$348,000 of the public safety and education account  
23 appropriation is provided solely for administration of the traffic  
24 safety education program, including in-service training related to  
25 instruction in the risks of driving while under the influence of  
26 alcohol and other drugs.

27 (c) \$50,000 of the general fund--state appropriation for fiscal  
28 year 1998 and \$50,000 of the general fund--state appropriation for  
29 fiscal year 1999 are provided solely to implement Substitute House Bill  
30 No. 1776 (school audit resolutions). If the bill is not enacted by  
31 June 30, 1997, the amounts provided in this subsection shall lapse.

32 (2) STATE-WIDE PROGRAMS

33 (a) \$2,174,000 of the general fund--state appropriation is provided  
34 for in-service training and educational programs conducted by the  
35 Pacific Science Center.



1 (b) \$63,000 of the general fund--state appropriation is provided  
2 for operation of the Cispus environmental learning center.

3 (c) \$2,854,000 of the general fund--state appropriation is provided  
4 for educational centers, including state support activities.

5 (d) \$3,040,000 of the violence reduction and drug enforcement  
6 account appropriation and \$2,800,000 of the public safety education  
7 account appropriation are provided solely for matching grants to  
8 enhance security in schools. For purposes of this program, the school  
9 for the deaf and the school for the blind shall be considered school  
10 districts. Not more than seventy-five percent of a district's total  
11 expenditures for school security in any school year may be paid from a  
12 grant under this subsection. The grants shall be expended solely for  
13 the costs of employing or contracting for building security monitors in  
14 schools during school hours and school events. Of the amount provided  
15 in this subsection, at least \$2,850,000 shall be spent for grants to  
16 districts that, during the 1988-89 school year, employed or contracted  
17 for security monitors in schools during school hours. However, these  
18 grants may be used only for increases in school district expenditures  
19 for school security over expenditure levels for the 1988-89 school  
20 year.

21 (e) \$400,000 of the general fund--state appropriation for fiscal  
22 year 1998 and \$400,000 of the general fund--federal appropriation  
23 transferred from the department of health for the 1998-99 school year  
24 are provided solely for a program that provides grants to school  
25 districts for media campaigns promoting sexual abstinence and  
26 addressing the importance of delaying sexual activity, pregnancy, and  
27 childbearing until individuals are ready to nurture and support their  
28 children. Grants to the school districts shall be for projects that  
29 are substantially designed and produced by students. The grants shall  
30 require a local private sector match equal to one-half of the state  
31 grant, which may include in-kind contribution of technical or other  
32 assistance from consultants or firms involved in public relations,  
33 advertising broadcasting, and graphics or video production or other  
34 related fields.

35 (f) \$1,500,000 of the general fund--state appropriation for fiscal  
36 year 1998 and \$1,500,000 of the general fund--state appropriation for  
37 fiscal year 1999 are provided solely for school district petitions to  
38 juvenile court for truant students as provided in RCW 28A.225.030 and

1 28A.225.035. Allocation of this money to school districts shall be  
2 based on the number of petitions filed.

3 (g) \$300,000 of the general fund--state appropriation is provided  
4 for alcohol and drug prevention programs pursuant to RCW 66.08.180.

5 (h)(i) \$9,500,000 of the general fund--state appropriation and  
6 \$14,656,000 of the education savings account appropriation for fiscal  
7 year 1998 and \$9,500,000 of the general fund--state appropriation and  
8 \$14,656,000 of the education savings account appropriation for fiscal  
9 year 1999 are provided solely for grants and related state activities  
10 to provide school district consortia with programs utilizing technology  
11 to improve learning. For purposes of this program, the school for the  
12 deaf and the school for the blind shall be considered school districts.  
13 A maximum of \$100,000 each fiscal year of this amount is provided for  
14 administrative support and oversight of the K-20 network by the  
15 superintendent of public instruction. The superintendent shall report  
16 to the telecommunications oversight and policy committee by September  
17 30, 1998, on the status of state-wide connection of school districts to  
18 the network and the impact of the grants provided in this subsection  
19 toward achieving that goal. The superintendent of public instruction  
20 shall convene a technology grants committee representing private sector  
21 technology, school districts, and educational service districts to  
22 recommend to the superintendent grant proposals that have the best  
23 plans for improving student learning through innovative curriculum  
24 using technology as a learning tool and evaluating the effectiveness of  
25 the curriculum innovations. After considering the technology grants  
26 committee recommendations, the superintendent shall make grant awards,  
27 including granting at least fifteen percent of funds on the basis of  
28 criteria in (ii)(A) through (C) of this subsection (2)(h).

29 (ii) Priority for award of funds will be to (A) school districts  
30 most in need of assistance due to financial limits, (B) school  
31 districts least prepared to take advantage of technology as a means of  
32 improving student learning, and (C) school districts in economically  
33 distressed areas. The superintendent of public instruction, in  
34 consultation with the technology grants committee, shall propose  
35 options to the committee for identifying and prioritizing districts  
36 according to criteria in (i) of this subsection (2)(h) as well as  
37 criteria under this subsection (2)(h)(ii).

38 (iii) Options for review criteria to be considered by the  
39 superintendent of public instruction include, but are not limited to,

1 free and reduced lunches, levy revenues, ending fund balances,  
2 equipment inventories, and surveys of technology preparedness. An  
3 "economically distressed area" is (A) a county with an unemployment  
4 rate that is at least twenty percent above the state-wide average for  
5 the previous three years; (B) a county that has experienced sudden and  
6 severe or long-term and severe loss of employment, or erosion of its  
7 economic base resulting in decline of its dominant industries; or (C)  
8 a district within a county which (I) has at least seventy percent of  
9 its families and unrelated individuals with incomes below eighty  
10 percent of the county's median income for families and unrelated  
11 individuals; and (II) has an unemployment rate which is at least forty  
12 percent higher than the county's unemployment rate.

13 (i) \$4,800,000 of the general fund--state appropriation is provided  
14 for state administrative costs and start-up grants for alternative  
15 programs and services that improve instruction and learning for at-risk  
16 students consistent with the objectives of Engrossed Substitute House  
17 Bill No. 1378 (educational opportunities). Each grant application  
18 shall contain proposed performance indicators and an evaluation plan to  
19 measure the success of the program and its impact on improved student  
20 learning. Applications shall contain the applicant's plan for  
21 maintaining the program and/or services after the grant period, shall  
22 address the needs of students who cannot be accommodated within the  
23 framework of existing school programs or services and shall address how  
24 the applicant will serve any student within the proposed program's  
25 target age range regardless of the reason for truancy, suspension,  
26 expulsion, or other disciplinary action. Up to \$50,000 per year may be  
27 used by the superintendent of public instruction for grant  
28 administration. The superintendent shall submit an evaluation of the  
29 alternative program start-up grants provided under this section, and  
30 section 501(2)(q), chapter 283, Laws of 1996, to the fiscal and  
31 education committees of the legislature by November 15, 1998. Grants  
32 shall be awarded to applicants showing the greatest potential for  
33 improved student learning for at-risk students including:

34 (i) Students who have been suspended, expelled, or are subject to  
35 other disciplinary actions;

36 (ii) Students with unexcused absences who need intervention from  
37 community truancy boards or family support programs;

38 (iii) Students who have left school; and

39 (iv) Students involved with the court system.

1 The office of the superintendent of public instruction shall  
2 prepare a report describing student recruitment, program offerings,  
3 staffing practices, and available indicators of program effectiveness  
4 of alternative education programs funded with state and, to the extent  
5 information is available, local funds. The report shall contain a plan  
6 for conducting an evaluation of the educational effectiveness of  
7 alternative education programs.

8 (j) \$15,000 of the general fund--state appropriation is provided  
9 solely to assist local districts vocational education programs in  
10 applying for low frequency FM radio licenses with the federal  
11 communications commission.

12 (k) \$35,000 of the general fund--state appropriation is provided  
13 solely to the state board of education to design a program to encourage  
14 high school students and other adults to pursue careers as vocational  
15 education teachers in the subject matter of agriculture.

16 (l) \$987,000 of the general fund--state fiscal year 1998  
17 appropriation and \$4,207,000 of the general fund--state fiscal year  
18 1999 appropriation are provided solely to implement Second Substitute  
19 House Bill No. 2019 (charter schools). If the bill is not enacted by  
20 June 30, 1997, the amounts provided in this subsection shall lapse.

21 (m) \$50,000 of the general fund--state appropriation is provided  
22 solely for a contract for a feasibility analysis and implementation  
23 plan to provide the resources of a skill center for students in the  
24 Port Angeles area. This allocation is to be provided when sufficient  
25 evidence is presented to the superintendent of public instruction that  
26 a dollar for dollar match will be provided from local sources.

27 (n) \$3,000,000 of the general fund--state fiscal year 1998  
28 appropriation and \$3,000,000 of the general fund--state fiscal year  
29 1999 appropriation are provided for implementation of sections 4 and 7  
30 of Engrossed Substitute House Bill No. 2042 (reading in primary  
31 grades), including selection of second grade reading tests and grants  
32 for training kindergarten through third grade teachers in reading  
33 education.

34 (o) \$50,000 of the general fund--state appropriations is provided  
35 as matching funds for district contributions to provide analysis of the  
36 efficiency of school district business practices. The superintendent  
37 of public instruction shall establish criteria, make awards, and  
38 provide a report to the fiscal committees of the legislature by

1 December 15, 1997, on the progress and details of analysis funded under  
2 this subsection (2)(o).

3 (p) \$1,620,000 of the general fund--state appropriation is provided  
4 for superintendent and principal internships, including state support  
5 activities, under RCW 28A.415.270 through 28A.415.300.

6 (q) \$100,000 of the general fund--state appropriation for fiscal  
7 year 1998 and \$100,000 of the general fund--state appropriation for  
8 fiscal year 1999 are provided solely for costs associated with  
9 maintaining support for state-wide coordination of vocational student  
10 leadership organizations within the office of the superintendent of  
11 public instruction.

12 NEW SECTION.      **Sec. 502.      FOR THE SUPERINTENDENT OF PUBLIC**  
13 **INSTRUCTION--FOR GENERAL APPORTIONMENT (BASIC EDUCATION)**

14	General Fund Appropriation (FY 1998)	. . . . .	\$3,429,697,000
15	General Fund Appropriation (FY 1999)	. . . . .	\$3,511,119,000
16	TOTAL APPROPRIATION	. . . . .	\$6,940,816,000

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

19 (1) The appropriation for fiscal year 1998 includes such funds as  
20 are necessary for the remaining months of the 1996-97 school year.

21 (2) Allocations for certificated staff salaries for the 1997-98 and  
22 1998-99 school years shall be determined using formula-generated staff  
23 units calculated pursuant to this subsection. Staff allocations for  
24 small school enrollments in (d) through (f) of this subsection shall be  
25 reduced for vocational full-time equivalent enrollments. Staff  
26 allocations for small school enrollments in grades K-6 shall be the  
27 greater of that generated under (a) of this subsection, or under (d)  
28 and (e) of this subsection. Certificated staffing allocations shall be  
29 as follows:

30 (a) On the basis of each 1,000 average annual full-time equivalent  
31 enrollments, excluding full-time equivalent enrollment otherwise  
32 recognized for certificated staff unit allocations under (c) through  
33 (f) of this subsection:

34 (i) Four certificated administrative staff units per thousand full-  
35 time equivalent students in grades K-12;

36 (ii) 49 certificated instructional staff units per thousand full-  
37 time equivalent students in grades K-3;

1 (iii) An additional 5.3 certificated instructional staff units for  
2 grades K-3. Any funds allocated for these additional certificated  
3 units shall not be considered as basic education funding;

4 (A) Funds provided under this subsection (2)(a)(iii) in excess of  
5 the amount required to maintain the statutory minimum ratio established  
6 under RCW 28A.150.260(2)(b) shall be allocated only if the district  
7 documents an actual ratio equal to or greater than 54.3 certificated  
8 instructional staff per thousand full-time equivalent students in  
9 grades K-3. For any school district documenting a lower certificated  
10 instructional staff ratio, the allocation shall be based on the  
11 district's actual grades K-3 certificated instructional staff ratio  
12 achieved in that school year, or the statutory minimum ratio  
13 established under RCW 28A.150.260(2)(b), if greater;

14 (B) Districts at or above 51.0 certificated instructional staff per  
15 one thousand full-time equivalent students in grades K-3 may dedicate  
16 up to 1.3 of the 54.3 funding ratio to employ additional classified  
17 instructional assistants assigned to basic education classrooms in  
18 grades K-3. For purposes of documenting a district's staff ratio under  
19 this section, funds used by the district to employ additional  
20 classified instructional assistants shall be converted to a  
21 certificated staff equivalent and added to the district's actual  
22 certificated instructional staff ratio. Additional classified  
23 instructional assistants, for the purposes of this subsection, shall be  
24 determined using the 1989-90 school year as the base year;

25 (C) Any district maintaining a ratio equal to or greater than 54.3  
26 certificated instructional staff per thousand full-time equivalent  
27 students in grades K-3 may use allocations generated under this  
28 subsection (2)(a)(iii) in excess of that required to maintain the  
29 minimum ratio established under RCW 28A.150.260(2)(b) to employ  
30 additional basic education certificated instructional staff or  
31 classified instructional assistants in grades 4-6. Funds allocated  
32 under this subsection (2)(a)(iii) shall only be expended to reduce  
33 class size in grades K-6. No more than 1.3 of the certificated  
34 instructional funding ratio amount may be expended for provision of  
35 classified instructional assistants; and

36 (iv) Forty-six certificated instructional staff units per thousand  
37 full-time equivalent students in grades 4-12;

38 (b) For school districts with a minimum enrollment of 250 full-time  
39 equivalent students whose full-time equivalent student enrollment count

1 in a given month exceeds the first of the month full-time equivalent  
2 enrollment count by 5 percent, an additional state allocation of 110  
3 percent of the share that such increased enrollment would have  
4 generated had such additional full-time equivalent students been  
5 included in the normal enrollment count for that particular month;

6 (c) On the basis of full-time equivalent enrollment in:

7 (i) Vocational education programs approved by the superintendent of  
8 public instruction, a maximum of 0.92 certificated instructional staff  
9 units and 0.08 certificated administrative staff units for each 18.3  
10 full-time equivalent vocational students. Beginning with the 1998-99  
11 school year, districts documenting staffing ratios of less than 1  
12 certificated staff per 18.3 students shall be allocated the greater of  
13 the ratio in subsection (2)(a)(i) and (iv) of this section or the  
14 actual documented ratio;

15 (ii) Skills center programs approved by the superintendent of  
16 public instruction, 0.92 certificated instructional staff units and  
17 0.08 certificated administrative units for each 16.67 full-time  
18 equivalent vocational students;

19 (iii) Indirect cost charges as defined by the superintendent of  
20 public instruction to vocational-secondary programs shall not exceed 10  
21 percent; and

22 (iv) Vocational full-time equivalent enrollment shall be reported  
23 on the same monthly basis as the enrollment for students eligible for  
24 basic support, and payments shall be adjusted for reported vocational  
25 enrollments on the same monthly basis as those adjustments for  
26 enrollment for students eligible for basic support.

27 (d) For districts enrolling not more than twenty-five average  
28 annual full-time equivalent students in grades K-8, and for small  
29 school plants within any school district which have been judged to be  
30 remote and necessary by the state board of education and enroll not  
31 more than twenty-five average annual full-time equivalent students in  
32 grades K-8:

33 (i) For those enrolling no students in grades 7 and 8, 1.76  
34 certificated instructional staff units and 0.24 certificated  
35 administrative staff units for enrollment of not more than five  
36 students, plus one-twentieth of a certificated instructional staff unit  
37 for each additional student enrolled; and

38 (ii) For those enrolling students in grades 7 or 8, 1.68  
39 certificated instructional staff units and 0.32 certificated

1 administrative staff units for enrollment of not more than five  
2 students, plus one-tenth of a certificated instructional staff unit for  
3 each additional student enrolled;

4 (e) For specified enrollments in districts enrolling more than  
5 twenty-five but not more than one hundred average annual full-time  
6 equivalent students in grades K-8, and for small school plants within  
7 any school district which enroll more than twenty-five average annual  
8 full-time equivalent students in grades K-8 and have been judged to be  
9 remote and necessary by the state board of education:

10 (i) For enrollment of up to sixty annual average full-time  
11 equivalent students in grades K-6, 2.76 certificated instructional  
12 staff units and 0.24 certificated administrative staff units; and

13 (ii) For enrollment of up to twenty annual average full-time  
14 equivalent students in grades 7 and 8, 0.92 certificated instructional  
15 staff units and 0.08 certificated administrative staff units;

16 (f) For districts operating no more than two high schools with  
17 enrollments of less than three hundred average annual full-time  
18 equivalent students, for enrollment in grades 9-12 in each such school,  
19 other than alternative schools:

20 (i) For remote and necessary schools enrolling students in any  
21 grades 9-12 but no more than twenty-five average annual full-time  
22 equivalent students in grades K-12, four and one-half certificated  
23 instructional staff units and one-quarter of a certificated  
24 administrative staff unit;

25 (ii) For all other small high schools under this subsection, nine  
26 certificated instructional staff units and one-half of a certificated  
27 administrative staff unit for the first sixty average annual full time  
28 equivalent students, and additional staff units based on a ratio of  
29 0.8732 certificated instructional staff units and 0.1268 certificated  
30 administrative staff units per each additional forty-three and one-half  
31 average annual full time equivalent students.

32 Units calculated under (f)(ii) of this subsection shall be reduced  
33 by certificated staff units at the rate of forty-six certificated  
34 instructional staff units and four certificated administrative staff  
35 units per thousand vocational full-time equivalent students.

36 (g) For each nonhigh school district having an enrollment of more  
37 than seventy annual average full-time equivalent students and less than  
38 one hundred eighty students, operating a grades K-8 program or a grades



1 1-8 program, an additional one-half of a certificated instructional  
2 staff unit; and

3 (h) For each nonhigh school district having an enrollment of more  
4 than fifty annual average full-time equivalent students and less than  
5 one hundred eighty students, operating a grades K-6 program or a grades  
6 1-6 program, an additional one-half of a certificated instructional  
7 staff unit.

8 (3) Allocations for classified salaries for the 1997-98 and 1998-99  
9 school years shall be calculated using formula-generated classified  
10 staff units determined as follows:

11 (a) For enrollments generating certificated staff unit allocations  
12 under subsection (2)(d) through (h) of this section, one classified  
13 staff unit for each three certificated staff units allocated under such  
14 subsections;

15 (b) For all other enrollment in grades K-12, including vocational  
16 full-time equivalent enrollments, one classified staff unit for each  
17 sixty average annual full-time equivalent students; and

18 (c) For each nonhigh school district with an enrollment of more  
19 than fifty annual average full-time equivalent students and less than  
20 one hundred eighty students, an additional one-half of a classified  
21 staff unit.

22 (4) Fringe benefit allocations shall be calculated at a rate of  
23 20.22 percent in the 1997-98 and 1998-99 school years for certificated  
24 salary allocations provided under subsection (2) of this section, and  
25 a rate of 18.65 percent in the 1997-98 and 1998-99 school years for  
26 classified salary allocations provided under subsection (3) of this  
27 section.

28 (5) Insurance benefit allocations shall be calculated at the  
29 maintenance rate specified in section 504(2) of this act, based on the  
30 number of benefit units determined as follows:

31 (a) The number of certificated staff units determined in subsection  
32 (2) of this section; and

33 (b) The number of classified staff units determined in subsection  
34 (3) of this section multiplied by 1.152. This factor is intended to  
35 adjust allocations so that, for the purposes of distributing insurance  
36 benefits, full-time equivalent classified employees may be calculated  
37 on the basis of 1440 hours of work per year, with no individual  
38 employee counted as more than one full-time equivalent.

1 (6)(a) For nonemployee-related costs associated with each  
2 certificated staff unit allocated under subsection (2) (a), (b), and  
3 (d) through (h) of this section, there shall be provided a maximum of  
4 \$7,950 per certificated staff unit in the 1997-98 school year and a  
5 maximum of \$8,165 per certificated staff unit in the 1998-99 school  
6 year.

7 (b) For nonemployee-related costs associated with each vocational  
8 certificated staff unit allocated under subsection (2)(c) of this  
9 section, there shall be provided a maximum of \$15,147 per certificated  
10 staff unit in the 1997-98 school year and a maximum of \$15,556 per  
11 certificated staff unit in the 1998-99 school year.

12 (7) Allocations for substitute costs for classroom teachers shall  
13 be distributed at a maintenance rate of \$354.64 per allocated classroom  
14 teachers exclusive of salary increase amounts provided in section 504  
15 of this act. Solely for the purposes of this subsection, allocated  
16 classroom teachers shall be equal to the number of certificated  
17 instructional staff units allocated under subsection (2) of this  
18 section, multiplied by the ratio between the number of actual basic  
19 education certificated teachers and the number of actual basic  
20 education certificated instructional staff reported state-wide for the  
21 1996-97 school year.

22 (8) Any school district board of directors may petition the  
23 superintendent of public instruction by submission of a resolution  
24 adopted in a public meeting to reduce or delay any portion of its basic  
25 education allocation for any school year. The superintendent of public  
26 instruction shall approve such reduction or delay if it does not impair  
27 the district's financial condition. Any delay shall not be for more  
28 than two school years. Any reduction or delay shall have no impact on  
29 levy authority pursuant to RCW 84.52.0531 and local effort assistance  
30 pursuant to chapter 28A.500 RCW.

31 (9) The superintendent may distribute a maximum of \$6,124,000  
32 outside the basic education formula during fiscal years 1998 and 1999  
33 as follows:

34 (a) For fire protection for school districts located in a fire  
35 protection district as now or hereafter established pursuant to chapter  
36 52.04 RCW, a maximum of \$447,000 may be expended in fiscal year 1998  
37 and a maximum of \$459,000 may be expended in fiscal year 1999;

38 (b) For summer vocational programs at skills centers, a maximum of  
39 \$1,948,000 may be expended each fiscal year;

1 (c) A maximum of \$321,000 may be expended for school district  
2 emergencies; and

3 (d) A maximum of \$500,000 per fiscal year may be expended for  
4 programs providing skills training for secondary students who are  
5 enrolled in extended day school-to-work programs, as approved by the  
6 superintendent of public instruction. The funds shall be allocated at  
7 a rate not to exceed \$500 per full-time equivalent student enrolled in  
8 those programs.

9 (10) For the purposes of RCW 84.52.0531, the increase per full-time  
10 equivalent student in state basic education appropriations provided  
11 under this act, including appropriations for salary and benefits  
12 increases, is 2.5 percent from the 1996-97 school year to the 1997-98  
13 school year, and 1.1 percent from the 1997-98 school year to the  
14 1998-99 school year.

15 (11) If two or more school districts consolidate and each district  
16 was receiving additional basic education formula staff units pursuant  
17 to subsection (2) (b) through (h) of this section, the following shall  
18 apply:

19 (a) For three school years following consolidation, the number of  
20 basic education formula staff units shall not be less than the number  
21 of basic education formula staff units received by the districts in the  
22 school year prior to the consolidation; and

23 (b) For the fourth through eighth school years following  
24 consolidation, the difference between the basic education formula staff  
25 units received by the districts for the school year prior to  
26 consolidation and the basic education formula staff units after  
27 consolidation pursuant to subsection (2) (a) through (h) of this  
28 section shall be reduced in increments of twenty percent per year.

29 (12) Amounts appropriated within this section are sufficient to  
30 fund Substitute House Bill No. 1034 (parents' rights).

31 NEW SECTION. **Sec. 503. FOR THE SUPERINTENDENT OF PUBLIC**  
32 **INSTRUCTION--BASIC EDUCATION EMPLOYEE COMPENSATION**

33 (1) The following calculations determine the salaries used in the  
34 general fund allocations for certificated instructional, certificated  
35 administrative, and classified staff units under section 502 of this  
36 act:

37 (a) Salary allocations for certificated instructional staff units  
38 shall be determined for each district by multiplying the district's

1 certificated instructional derived base salary shown on LEAP Document  
2 12D, by the district's average staff mix factor for basic education and  
3 special education certificated instructional staff in that school year,  
4 computed using LEAP Document 1A; and

5 (b) Salary allocations for certificated administrative staff units  
6 and classified staff units for each district shall be based on the  
7 district's certificated administrative and classified salary allocation  
8 amounts shown on LEAP Document 12D.

9 (2) For the purposes of this section:

10 (a) "Basic education certificated instructional staff" is defined  
11 as provided in RCW 28A.150.100 and "special education certificated  
12 staff" means staff assigned to the state-supported special education  
13 program pursuant to chapter 28A.155 RCW in positions requiring a  
14 certificate;

15 (b) "LEAP Document 1A" means the computerized tabulation  
16 establishing staff mix factors for certificated instructional staff  
17 according to education and years of experience, as developed by the  
18 legislative evaluation and accountability program committee on April 8,  
19 1991, at 13:35 hours; and

20 (c) "LEAP Document 12D" means the computerized tabulation of 1997-  
21 98 and 1998-99 school year salary allocations for basic education  
22 certificated administrative staff and basic education classified staff  
23 and derived base salaries for basic education certificated  
24 instructional staff as developed by the legislative evaluation and  
25 accountability program committee on March 21, 1997 at 16:37 hours.

26 (3) Incremental fringe benefit factors shall be applied to salary  
27 adjustments at a rate of 19.58 percent for certificated staff and 15.15  
28 percent for classified staff for both years of the biennium.

29 (4)(a) Pursuant to RCW 28A.150.410, the following state-wide salary  
30 allocation schedules for certificated instructional staff are  
31 established for basic education salary allocations:

32 STATE-WIDE SALARY ALLOCATION SCHEDULE  
33 FOR THE 1997-98 AND 1998-99 SCHOOL YEARS

34 Years of

35 Service	BA	BA+15	BA+30	BA+45	BA+90
36 0	22,950	23,570	24,212	24,855	26,920
37 1	23,702	24,342	25,005	25,690	27,816
38 2	24,469	25,129	25,812	26,563	28,725

1	3	25,275	25,955	26,657	27,450	29,650
2	4	26,095	26,818	27,540	28,375	30,632
3	5	26,953	27,695	28,437	29,336	31,629
4	6	27,847	28,586	29,370	30,333	32,661
5	7	28,756	29,513	30,316	31,341	33,727
6	8	29,678	30,477	31,299	32,408	34,827
7	9		31,475	32,337	33,487	35,962
8	10			33,388	34,621	37,129
9	11				35,788	38,351
10	12				36,918	39,605
11	13					40,890
12	14					42,182
13	15 or more					43,279

14	Years of				MA+90
15	Service	BA+135	MA	MA+45	or PHD
16	0	28,251	27,516	29,581	30,912
17	1	29,165	28,351	30,477	31,825
18	2	30,115	29,224	31,386	32,774
19	3	31,100	30,111	32,311	33,761
20	4	32,123	31,036	33,293	34,783
21	5	33,180	31,996	34,290	35,840
22	6	34,250	32,994	35,322	36,911
23	7	35,377	34,002	36,388	38,038
24	8	36,537	35,069	37,488	39,198
25	9	37,730	36,147	38,623	40,391
26	10	38,956	37,282	39,790	41,617
27	11	40,214	38,449	41,012	42,875
28	12	41,525	39,662	42,266	44,186
29	13	42,867	40,917	43,551	45,528
30	14	44,260	42,210	44,927	46,921
31	15 or more	45,411	43,307	46,095	48,141

32 (b) As used in this subsection, the column headings "BA+(N)" refer  
33 to the number of credits earned since receiving the baccalaureate  
34 degree.

35 (c) For credits earned after the baccalaureate degree but before  
36 the masters degree, any credits in excess of forty-five credits may be  
37 counted after the masters degree. Thus, as used in this subsection,  
38 the column headings "MA+(N)" refer to the total of:

1 (i) Credits earned since receiving the masters degree; and  
2 (ii) Any credits in excess of forty-five credits that were earned  
3 after the baccalaureate degree but before the masters degree.

4 (5) For the purposes of this section:  
5 (a) "BA" means a baccalaureate degree.  
6 (b) "MA" means a masters degree.  
7 (c) "PHD" means a doctorate degree.  
8 (d) "Years of service" shall be calculated under the same rules  
9 adopted by the superintendent of public instruction.

10 (e) "Credits" means college quarter hour credits and equivalent in-  
11 service credits computed in accordance with RCW 28A.415.020.

12 (6) No more than ninety college quarter-hour credits received by  
13 any employee after the baccalaureate degree may be used to determine  
14 compensation allocations under the state salary allocation schedule and  
15 LEAP documents referenced in this act, or any replacement schedules and  
16 documents, unless:  
17 (a) The employee has a masters degree; or  
18 (b) The credits were used in generating state salary allocations  
19 before January 1, 1992.

20 (7)(a) Credits earned by certificated instructional staff after  
21 September 1, 1995, shall be counted only if the content of the course:  
22 (i) Is consistent with the school district's strategic plan for  
23 improving student learning; (ii) is consistent with a school-based plan  
24 for improving student learning as required by the annual school  
25 performance report, under RCW 28A.320.205, for the school in which the  
26 individual is assigned; (iii) pertains to the individual's current  
27 assignment or expected assignment for the following school year; (iv)  
28 is necessary for obtaining an endorsement as prescribed by the state  
29 board of education; (v) is specifically required for obtaining advanced  
30 levels of certification; or (vi) is included in a college or university  
31 degree program that pertains to the individual's current assignment, or  
32 potential future assignment, as a certificated instructional staff.

33 (b) Once credits earned by certificated instructional staff have  
34 been determined to meet one or more of the criteria in (a) of this  
35 subsection, the credits shall be counted even if the individual  
36 transfers to other school districts.

37 (8) The salary allocation schedules established in this section are  
38 for allocation purposes only except as provided in RCW 28A.400.200(2).

1        NEW SECTION.        **Sec. 504.        FOR THE SUPERINTENDENT OF PUBLIC**  
2 **INSTRUCTION--FOR SCHOOL EMPLOYEE COMPENSATION ADJUSTMENTS**

3	General Fund Appropriation (FY 1998) . . . . .	\$ 79,979,000
4	General Fund Appropriation (FY 1999) . . . . .	\$ 116,309,000
5	TOTAL APPROPRIATION . . . . .	\$ 196,288,000

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

8        (1) \$176,537,000 is provided for a cost of living adjustment of 3.0  
9 percent effective September 1, 1997, for state formula staff units.  
10 The appropriations include associated incremental fringe benefit  
11 allocations at rates 19.58 percent for certificated staff and 15.15  
12 percent for classified staff.

13        (a) The appropriations in this section include the increased  
14 portion of salaries and incremental fringe benefits for all relevant  
15 state-funded school programs in part V of this act. Salary adjustments  
16 for state employees in the office of superintendent of public  
17 instruction and the education reform program are provided in part VII  
18 of this act. Increases for general apportionment (basic education) are  
19 based on the salary allocation schedules and methodology in section 503  
20 of this act. Increases for special education result from increases in  
21 each district's basic education allocation per student. Increases for  
22 educational service districts and institutional education programs are  
23 determined by the superintendent of public instruction using the  
24 methodology for general apportionment salaries and benefits in section  
25 503 of this act.

26        (b) The appropriations in this section provide salary increase and  
27 incremental fringe benefit allocations based on formula adjustments as  
28 follows:

29        (i) For pupil transportation, an increase of \$0.60 per weighted  
30 pupil-mile for the 1997-98 school year and maintained for the 1998-99  
31 school year;

32        (ii) For education of highly capable students, an increase of \$6.81  
33 per formula student for the 1997-98 school year and maintained for the  
34 1998-99 school year; and

35        (iii) For transitional bilingual education, an increase of \$17.69  
36 per eligible bilingual student for the 1997-98 school year and  
37 maintained for the 1998-99 school year; and

1 (iv) For learning assistance, an increase of \$8.74 per entitlement  
2 unit for the 1997-98 school year and maintained for the 1998-99 school  
3 year.

4 (c) The appropriations in this section include \$912,000 for salary  
5 increase adjustments for substitute teachers at a rate of \$10.64 per  
6 unit in the 1997-98 school year and maintained in the 1998-99 school  
7 year.

8 (2) \$19,751,000 is provided for adjustments to insurance benefit  
9 allocations. The maintenance rate for insurance benefit allocations is  
10 \$314.51 per month for the 1997-98 and 1998-99 school years. The  
11 appropriations in this section provide increases of \$2.83 per month for  
12 the 1997-98 school year and \$18.41 per month for the 1998-99 school  
13 year at the following rates:

14 (a) For pupil transportation, an increase of \$0.03 per weighted  
15 pupil-mile for the 1997-98 school year and \$0.19 for the 1998-99 school  
16 year;

17 (b) For education of highly capable students, an increase of \$0.20  
18 per formula student for the 1997-98 school year and \$1.35 for the 1998-  
19 99 school year;

20 (c) For transitional bilingual education, an increase of \$0.46 per  
21 eligible bilingual student for the 1997-98 school year and \$3.44 for  
22 the 1998-99 school year; and

23 (d) For learning assistance, an increase of \$0.36 per funded unit  
24 for the 1997-98 school year and \$2.70 for the 1998-99 school year.

25 (3) The rates specified in this section are subject to revision  
26 each year by the legislature.

27 (4)(a) For the 1997-98 school year, the superintendent shall  
28 prepare a report showing the allowable derived base salary for  
29 certificated instructional staff in accordance with RCW 28A.400.200 and  
30 LEAP Document 12D, and the actual derived base salary paid by each  
31 school district as shown on the S-275 report and shall make the report  
32 available to the fiscal committees of the legislature no later than  
33 February 15, 1998.

34 (b) For the 1998-99 school year, the superintendent shall reduce  
35 the percent of salary increase funds provided in section 504 of this  
36 act by the percentage by which a district exceeds the allowable derived  
37 base salary for certificated instructional staff as shown on LEAP  
38 Document 12D.



1        NEW SECTION.        **Sec. 505.        FOR THE SUPERINTENDENT OF PUBLIC**

2        **INSTRUCTION--FOR PUPIL TRANSPORTATION**

3	General Fund Appropriation (FY 1998) . . . . .	\$ 174,344,000
4	General Fund Appropriation (FY 1999) . . . . .	\$ 179,560,000
5	TOTAL APPROPRIATION . . . . .	\$ 353,904,000

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

8        (1) The appropriation for fiscal year 1998 includes such funds as  
9 are necessary for the remaining months of the 1996-97 school year.

10        (2) A maximum of \$1,451,000 may be expended for regional  
11 transportation coordinators and related activities. The transportation  
12 coordinators shall ensure that data submitted by school districts for  
13 state transportation funding shall, to the greatest extent practical,  
14 reflect the actual transportation activity of each district.

15        (3) \$35,000 of the fiscal year 1998 appropriation and \$35,000 of  
16 the fiscal year 1999 appropriation are provided solely for the  
17 transportation of students enrolled in "choice" programs.  
18 Transportation shall be limited to low-income students who are  
19 transferring to "choice" programs solely for educational reasons.

20        (4) Allocations for transportation of students shall be based on  
21 reimbursement rates of \$34.47 per weighted mile in the 1997-98 school  
22 year and \$34.76 per weighted mile in the 1998-99 school year exclusive  
23 of salary and benefit adjustments provided in section 504 of this act.  
24 Allocations for transportation of students transported more than one  
25 radius mile shall be based on weighted miles as determined by  
26 superintendent of public instruction times the per mile reimbursement  
27 rates for the school year pursuant to the formulas adopted by the  
28 superintendent of public instruction. Allocations for transportation  
29 of students living within one radius mile shall be based on the number  
30 of enrolled students in grades kindergarten through five living within  
31 one radius mile of their assigned school times the per mile  
32 reimbursement rate for the school year times 1.29.

33        NEW SECTION.        **Sec. 506.        FOR THE SUPERINTENDENT OF PUBLIC**

34        **INSTRUCTION--FOR SCHOOL FOOD SERVICE PROGRAMS**

35	General Fund--State Appropriation (FY 1998) . . . . .	\$ 3,075,000
36	General Fund--State Appropriation (FY 1999) . . . . .	\$ 3,075,000
37	General Fund--Federal Appropriation . . . . .	\$ 194,483,000
38	TOTAL APPROPRIATION . . . . .	\$ 200,633,000

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

3 (1) The general fund--state appropriations are provided for state  
4 matching money for federal child nutrition programs.

5 (2) \$75,000 of the general fund--state appropriation for fiscal  
6 year 1998 and \$75,000 of the general fund--state appropriation for  
7 fiscal year 1999 are provided solely to replace lost federal funding  
8 for summer food programs for children in low-income areas.

9 NEW SECTION. **Sec. 507. FOR THE SUPERINTENDENT OF PUBLIC**  
10 **INSTRUCTION--FOR SPECIAL EDUCATION PROGRAMS**

11	General Fund--State Appropriation (FY 1998) . . . . .	\$ 370,486,000
12	General Fund--State Appropriation (FY 1999) . . . . .	\$ 374,327,000
13	General Fund--Federal Appropriation . . . . .	\$ 135,106,000
14	TOTAL APPROPRIATION . . . . .	\$ 879,919,000

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

17 (1) The appropriation for fiscal year 1998 includes such funds as  
18 are necessary for the remaining months of the 1996-97 school year.

19 (2) The superintendent of public instruction shall distribute state  
20 funds to school districts based on two categories, the optional birth  
21 through age two program for special education eligible developmentally  
22 delayed infants and toddlers, and the mandatory special education  
23 program for special education eligible students ages three to twenty-  
24 one. A "special education eligible student" means a student receiving  
25 specially designed instruction in accordance with a properly formulated  
26 individualized education program.

27 (3) For the 1997-98 and 1998-99 school years, the superintendent  
28 shall distribute state funds to each district based on the sum of:

29 (a) A district's annual average headcount enrollment of  
30 developmentally delayed infants and toddlers ages birth through two,  
31 times the district's average basic education allocation per full-time  
32 equivalent student, times 1.15; and

33 (b) A district's annual average full-time equivalent basic  
34 education enrollment times the funded enrollment percent determined  
35 pursuant to subsection (4)(c) of this section, times the district's  
36 average basic education allocation per full-time equivalent student  
37 times 0.9309.

1 (4) The definitions in this subsection apply throughout this  
2 section.

3 (a) "Average basic education allocation per full-time equivalent  
4 student" for a district shall be based on the staffing ratios required  
5 by RCW 28A.150.260 (i.e., 49/1000 certificated instructional staff in  
6 grades K-3, and 46/1000 in grades 4-12) and shall not include  
7 enhancements for K-3, secondary vocational education, or small schools.

8 (b) "Annual average full-time equivalent basic education  
9 enrollment" means the resident enrollment including students enrolled  
10 through choice (RCW 28A.225.225) and students from nonhigh districts  
11 (RCW 28A.225.210) and excluding students residing in another district  
12 enrolled as part of an interdistrict cooperative program (RCW  
13 28A.225.250).

14 (c) "Enrollment percent" shall mean the district's resident special  
15 education annual average enrollment including those students counted  
16 under the special education demonstration projects, excluding the birth  
17 through age two enrollment, as a percent of the district's annual  
18 average full-time equivalent basic education enrollment. For the 1997-  
19 98 and the 1998-99 school years, each district's funded enrollment  
20 percent shall be:

21 (i) For districts whose enrollment percent for 1994-95 was at or  
22 below 12.7 percent, the lesser of the district's actual enrollment  
23 percent for the school year for which the allocation is being  
24 determined or 12.7 percent.

25 (ii) For districts whose enrollment percent for 1994-95 was above  
26 12.7 percent, the lesser of:

27 (A) The district's actual enrollment percent for the school year  
28 for which the special education allocation is being determined; or

29 (B) The district's actual enrollment percent for the school year  
30 immediately prior to the school year for which the special education  
31 allocation is being determined if greater than 12.7 percent; or

32 (C) For 1997-98, the 1994-95 enrollment percent reduced by 75  
33 percent of the difference between the district's 1994-95 enrollment  
34 percent and 12.7 percent and for 1998-99, 12.7 percent.

35 (5) \$12,000,000 of the general fund--state appropriation for fiscal  
36 year 1998 and \$12,000,000 of the general fund--state appropriation for  
37 fiscal year 1999 are provided as safety net funding for districts with  
38 demonstrated needs for state special education funding beyond the

1 amounts provided in subsection (3) of this section. Safety net funding  
2 shall be awarded by the state safety net oversight committee.

3 (a) The safety net oversight committee shall first consider the  
4 needs of districts adversely affected by the 1995 change in the special  
5 education funding formula. Awards shall be based on the amount  
6 required to maintain the 1994-95 state special education excess cost  
7 allocation to the school district in aggregate or on a dollar per  
8 funded student basis.

9 (b) The committee shall then consider unusual needs of districts  
10 due to a special education population which differs significantly from  
11 the assumptions of the state funding formula. Awards shall be made to  
12 districts that convincingly demonstrate need due to the concentration  
13 and/or severity of disabilities in the district. Differences in  
14 program costs attributable to district philosophy or service delivery  
15 style are not a basis for safety net awards.

16 (6) Prior to June 1st of each year, the superintendent shall make  
17 available to each school district from available data:

18 (a) The district's 1994-95 enrollment percent; and

19 (b) The district's maximum funded enrollment percent for the coming  
20 school year.

21 (7) The superintendent of public instruction may adopt such rules  
22 and procedures as are necessary to administer the special education  
23 funding and safety net award process. Prior to revising any standards,  
24 procedures, or rules in place for the 1996-97 school year, the  
25 superintendent shall consult with the office of financial management  
26 and the fiscal committees of the legislature.

27 (8) The safety net oversight committee appointed by the  
28 superintendent of public instruction shall consist of:

29 (a) Staff of the office of superintendent of public instruction;

30 (b) Staff of the office of the state auditor;

31 (c) Staff from the office of the financial management; and

32 (d) One or more representatives from school districts or  
33 educational service districts knowledgeable of special education  
34 programs and funding.

35 (9) A maximum of \$4,500,000 of the general fund--federal  
36 appropriation shall be expended for safety net funding to meet the  
37 extraordinary needs of one or more individual special education  
38 students.

1 (10) A maximum of \$678,000 may be expended from the general fund--  
2 state appropriations to fund 5.43 full-time equivalent teachers and 2.1  
3 full-time equivalent aides at children's orthopedic hospital and  
4 medical center. This amount is in lieu of money provided through the  
5 home and hospital allocation and the special education program.

6 (11) A maximum of \$1,000,000 of the general fund--federal  
7 appropriation is provided for projects to provide special education  
8 students with appropriate job and independent living skills, including  
9 work experience where possible, to facilitate their successful  
10 transition out of the public school system. The funds provided by this  
11 subsection shall be from federal discretionary grants.

12 (12) A school district may carry over up to 10 percent of general  
13 fund--state funds allocated under this program; however, carry over  
14 funds shall be expended in the special education program.

15 (13) Beginning in the 1997-98 school year, the superintendent shall  
16 increase the percentage of federal flow-through to school districts to  
17 at least 84 percent. In addition to other purposes, school districts  
18 may use increased federal funds for high cost students, for purchasing  
19 regional special education services from educational service districts,  
20 and for staff development activities particularly relating to inclusion  
21 issues.

22 (14) Up to one percent of the general fund--federal appropriation  
23 shall be expended by the superintendent for projects related to use of  
24 inclusion strategies by school districts for provision of special  
25 education services. The superintendent shall prepare an information  
26 database on laws, best practices, examples of programs, and recommended  
27 resources. The information may be disseminated in a variety of ways,  
28 including workshops and other staff development activities.

29 (15) Amounts appropriated within this section are sufficient to  
30 fund section 5 of Second Substitute House Bill No. 1709 (mandate on  
31 school districts).

32 NEW SECTION. **Sec. 508. FOR THE SUPERINTENDENT OF PUBLIC**  
33 **INSTRUCTION--FOR TRAFFIC SAFETY EDUCATION PROGRAMS**

34 Public Safety and Education Account

35 Appropriation . . . . . \$ 17,179,000

36 The appropriation in this section is subject to the following  
37 conditions and limitations:

1 (1) The appropriation includes such funds as are necessary for the  
2 remaining months of the 1996-97 school year.

3 (2) A maximum of \$507,000 shall be expended for regional traffic  
4 safety education coordinators.

5 (3) The maximum basic state allocation per student completing the  
6 program shall be \$137.16 in the 1997-98 and 1998-99 school years.

7 (4) Additional allocations to provide tuition assistance for  
8 students from low-income families who complete the program shall be a  
9 maximum of \$66.81 per eligible student in the 1997-98 and 1998-99  
10 school years.

11 NEW SECTION. **Sec. 509. FOR THE SUPERINTENDENT OF PUBLIC**  
12 **INSTRUCTION--FOR EDUCATIONAL SERVICE DISTRICTS**

13	General Fund Appropriation (FY 1998)	. . . . .	\$	4,373,000
14	General Fund Appropriation (FY 1999)	. . . . .	\$	4,373,000
15	TOTAL APPROPRIATION	. . . . .	\$	8,746,000

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

18 (1) The educational service districts shall continue to furnish  
19 financial services required by the superintendent of public instruction  
20 and RCW 28A.310.190 (3) and (4).

21 (2) \$112,000 of the general fund appropriation for fiscal year 1998  
22 and \$113,000 of the general fund appropriation for fiscal year 1999 are  
23 provided solely for student teaching centers as provided in RCW  
24 28A.415.100.

25 (3) A maximum of \$500,000 is provided for centers for the  
26 improvement of teaching pursuant to RCW 28A.415.010.

27 NEW SECTION. **Sec. 510. FOR THE SUPERINTENDENT OF PUBLIC**  
28 **INSTRUCTION--FOR LOCAL EFFORT ASSISTANCE**

29	General Fund Appropriation (FY 1998)	. . . . .	\$	84,598,000
30	General Fund Appropriation (FY 1999)	. . . . .	\$	89,354,000
31	TOTAL APPROPRIATION	. . . . .	\$	173,952,000

32 NEW SECTION. **Sec. 511. FOR THE SUPERINTENDENT OF PUBLIC**  
33 **INSTRUCTION--FOR THE ELEMENTARY AND SECONDARY SCHOOL IMPROVEMENT ACT**

34	General Fund--Federal Appropriation	. . . . .	\$	255,987,000
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1        NEW SECTION.        **Sec. 512.        FOR THE SUPERINTENDENT OF PUBLIC**

2        **INSTRUCTION--FOR INSTITUTIONAL EDUCATION PROGRAMS**

3	General Fund--State Appropriation (FY 1998) . . . . .	\$	18,327,000
4	General Fund--State Appropriation (FY 1999) . . . . .	\$	19,131,000
5	General Fund--Federal Appropriation . . . . .	\$	8,548,000
6	TOTAL APPROPRIATION . . . . .	\$	46,006,000

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

9        (1) The general fund--state appropriation for fiscal year 1998  
10 includes such funds as are necessary for the remaining months of the  
11 1996-97 school year.

12        (2) State funding provided under this section is based on salaries  
13 and other expenditures for a 220-day school year. The superintendent  
14 of public instruction shall monitor school district expenditure plans  
15 for institutional education programs to ensure that districts plan for  
16 a full-time summer program.

17        (3) State funding for each institutional education program shall be  
18 based on the institution's annual average full-time equivalent student  
19 enrollment. Staffing ratios for each category of institution shall  
20 remain the same as those funded in the 1995-97 biennium.

21        NEW SECTION.        **Sec. 513.        FOR THE SUPERINTENDENT OF PUBLIC**

22        **INSTRUCTION--FOR PROGRAMS FOR HIGHLY CAPABLE STUDENTS**

23	General Fund Appropriation (FY 1998) . . . . .	\$	5,747,000
24	General Fund Appropriation (FY 1999) . . . . .	\$	6,179,000
25	TOTAL APPROPRIATION . . . . .	\$	11,926,000

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

28        (1) The appropriation for fiscal year 1998 includes such funds as  
29 are necessary for the remaining months of the 1996-97 school year.

30        (2) Allocations for school district programs for highly capable  
31 students shall be distributed at a maximum rate of \$311.35 per funded  
32 student for the 1997-98 school year and \$311.78 per funded student for  
33 the 1998-99 school year, exclusive of salary and benefit adjustments  
34 pursuant to section 504 of this act. The number of funded students  
35 shall be a maximum of two percent of each district's full-time  
36 equivalent basic education enrollment.

1 (3) \$350,000 of the appropriation is for the centrum program at  
2 Fort Worden state park. Centrum shall report financial and program  
3 performance data as requested by the designee of the speaker of the  
4 house of representatives for the highly capable program.

5 (4) \$186,000 of the appropriation is for the odyssey of the mind  
6 and future problem-solving programs. These programs shall report  
7 financial and program performance data as requested by the designee of  
8 the speaker of the house of representatives for the highly capable  
9 program.

10 NEW SECTION. **Sec. 514. FOR THE SUPERINTENDENT OF PUBLIC**  
11 **INSTRUCTION--EDUCATION REFORM PROGRAMS**

12	General Fund--State Appropriation (FY 1998) . . . . .	\$	18,906,000
13	General Fund--State Appropriation (FY 1999) . . . . .	\$	21,870,000
14	General Fund--Federal Appropriation . . . . .	\$	15,474,000
15	TOTAL APPROPRIATION . . . . .	\$	56,250,000

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

18 (1) \$18,106,000 is provided for the operation of the commission on  
19 student learning and the development and implementation of student  
20 assessments. The commission shall cooperate with the superintendent of  
21 public instruction in defining measures of student achievement to be  
22 included in the student record system developed by the superintendent  
23 pursuant to section 501(1)(b) of this act.

24 (2) \$2,190,000 is provided solely for training of paraprofessional  
25 classroom assistants and certificated staff who work with classroom  
26 assistants as provided in RCW 28A.415.310.

27 (3) \$2,970,000 is provided for mentor teacher assistance, including  
28 state support activities, under RCW 28A.415.250 and 28A.415.260. Funds  
29 for the teacher assistance program shall be allocated to school  
30 districts based on the number of beginning teachers.

31 (4) \$4,050,000 is provided for improving technology infrastructure,  
32 monitoring and reporting on school district technology development,  
33 promoting standards for school district technology, promoting statewide  
34 coordination and planning for technology development, and providing  
35 regional educational technology support centers, including state  
36 support activities, under chapter 28A.650 RCW.

37 (5) \$5,000,000 is provided solely for the meals for kids program  
38 under RCW 28A.235.145 through 28A.235.155.



1 (6) \$1,260,000 is provided for technical assistance related to  
2 education reform through the office of the superintendent of public  
3 instruction, in consultation with the commission on student learning,  
4 as specified in RCW 28A.300.130 (center for the improvement of student  
5 learning).

6 (7) \$7,200,000 of the general fund--state appropriation is provided  
7 for grants to school districts to provide a continuum of care for  
8 children and families to help children become ready to learn. Grant  
9 proposals from school districts shall contain local plans designed  
10 collaboratively with community service providers. If a continuum of  
11 care program exists in the area in which the school district is  
12 located, the local plan shall provide for coordination with existing  
13 programs to the greatest extent possible. Grant funds shall be  
14 allocated pursuant to RCW 70.190.040.

15 NEW SECTION. **Sec. 515. FOR THE SUPERINTENDENT OF PUBLIC**  
16 **INSTRUCTION--FOR TRANSITIONAL BILINGUAL PROGRAMS**

17	General Fund Appropriation (FY 1998)	. . . . .	\$	31,275,000
18	General Fund Appropriation (FY 1999)	. . . . .	\$	33,356,000
19	TOTAL APPROPRIATION	. . . . .	\$	64,631,000

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

22 (1) The appropriation for fiscal year 1998 provides such funds as  
23 are necessary for the remaining months of the 1996-97 school year.

24 (2) A student shall be eligible for funding under this section if  
25 the student is enrolled in grades K-12 pursuant to WAC 392-121-106 and  
26 is receiving specialized instruction pursuant to chapter 28A.180 RCW.

27 (3) The superintendent shall distribute a maximum of \$643.78 per  
28 eligible weighted bilingual student in the 1997-98 and 1998-99 school  
29 years exclusive of salary and benefit adjustments provided in section  
30 504 of this act.

31 (4) The following factors shall be used to calculate weightings for  
32 the 1997-98 school year and 1998-99 school year.

- 33 (a) Grades Level
- 34 (i) K-5 . . . . . .35
  - 35 (ii) 6-8 . . . . . .50
  - 36 (iii) 9-12 . . . . . .72

37 (b) Time in Program

- 1 (i) Up to 1 year . . . . . .82
- 2 (ii) 1 to 2 years . . . . . .62
- 3 (iii) 2 to 3 years . . . . . .41
- 4 (iv) more than 3 years . . . . . .21

5 (c) The grade level weight and time in program weight shall be  
 6 summed for each eligible student and the result shall be multiplied by  
 7 the rate per weighted student specified in subsection (3) of this  
 8 section.

9 (d) Time in program under (b) of this subsection shall be  
 10 calculated in accordance with WAC 392-160-035.

11 NEW SECTION.      **Sec. 516.      FOR THE SUPERINTENDENT OF PUBLIC**  
 12 **INSTRUCTION--FOR THE LEARNING ASSISTANCE PROGRAM**

13	General Fund Appropriation (FY 1998)	. . . . .	\$	60,309,000
14	General Fund Appropriation (FY 1999)	. . . . .	\$	60,862,000
15	TOTAL APPROPRIATION	. . . . .	\$	121,171,000

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

18 (1) The appropriation for fiscal year 1998 provides such funds as  
 19 are necessary for the remaining months of the 1996-97 school year.

20 (2) For making the calculation of the percentage of students  
 21 scoring in the lowest quartile as compared with national norms,  
 22 beginning with the 1991-92 school year, the superintendent shall  
 23 multiply each school district's 4th and 8th grade test results by 0.86.

24 (3) Funding for school district learning assistance programs shall  
 25 be allocated at maximum rates of \$378.33 per funded unit for the 1997-  
 26 98 school year and \$379.47 per funded unit for the 1998-99 school year  
 27 exclusive of salary and benefit adjustments provided in section 504 of  
 28 this act. School districts may carryover up to 10 percent of funds  
 29 allocated under this program; however, carryover funds shall be  
 30 expended for the learning assistance program.

31 (a) A school district's funded units for the 1997-98 and 1998-99  
 32 school years shall be the sum of the following:

33 (i) The district's full-time equivalent enrollment in kindergarten  
 34 through 6th grade, times the 5-year average 4th grade test result as  
 35 adjusted pursuant to subsection (2) of this section, times 0.92; and

1 (ii) The district's full-time equivalent enrollment in grades 7  
2 through 9, times the 5-year average 8th grade test result as adjusted  
3 pursuant to subsection (2) of this section, times 0.92; and

4 (iii) If in the prior school year the district's percentage of  
5 October headcount enrollment in grades K-12 eligible for free and  
6 reduced price lunch exceeded the state average, subtract the state  
7 average percentage of students eligible for free and reduced price  
8 lunch from the district's percentage and multiply the result by the  
9 district's K-12 annual average full-time equivalent enrollment for the  
10 current school year times 22.30 percent.

11 NEW SECTION.      **Sec. 517.      FOR THE SUPERINTENDENT OF PUBLIC**  
12 **INSTRUCTION--LOCAL ENHANCEMENT FUNDS**

13	General Fund Appropriation (FY 1998)	. . . . .	\$	43,508,000
14	General Fund Appropriation (FY 1999)	. . . . .	\$	50,150,000
15	TOTAL APPROPRIATION	. . . . .	\$	93,658,000

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

18 (1) A maximum of \$40,841,000 is provided for learning improvement  
19 allocations to school districts to enhance the ability of instructional  
20 staff to teach and assess the essential academic learning requirements  
21 for reading, writing, communication, and math in accordance with the  
22 timelines and requirements established under RCW 28A.630.885. For  
23 purposes of this program, the school for the deaf and the school for  
24 the blind shall be considered school districts. However, special  
25 emphasis shall be given to the successful teaching of reading.  
26 Allocations under this section shall be subject to the following  
27 conditions and limitations:

28 (a) In accordance with the timetable for the implementation of the  
29 assessment system by the commission on student learning, the  
30 allocations for the 1997-98 and 1998-99 school years shall be at a  
31 maximum annual rate per full-time equivalent student of \$30 for  
32 students enrolled in grades K-4, \$24 for students enrolled in grades 5-  
33 7, and \$18 for students enrolled in grades 8-12. Allocations shall be  
34 made on the monthly apportionment schedule provided in RCW 28A.510.250.

35 (b) A district receiving learning improvement allocations shall:

36 (i) Develop and keep on file at each building a student learning  
37 improvement plan to achieve the student learning goals and essential

1 academic learning requirements and to implement the assessment system  
2 as it is developed;

3 (ii) Maintain a policy regarding the involvement of school staff,  
4 parents, and community members in instructional decisions;

5 (iii) File a report by October 1, 1998, and October 1, 1999, with  
6 the office of the superintendent of public instruction, in a format  
7 developed by the superintendent that: Enumerates the activities funded  
8 by these allocations; the amount expended for each activity; describes  
9 how the activity improved understanding, teaching, and assessment of  
10 the essential academic learning requirements by instructional staff;  
11 and identifies any amounts expended from this allocation for  
12 supplemental contracts; and

13 (iv) Provide parents and the local community with information on  
14 the use of this allocation by including in the annual performance  
15 report required in RCW 28A.320.205, information on how funds allocated  
16 under this subsection were spent and the results achieved.

17 (c) The superintendent of public instruction shall compile and  
18 analyze the school district reports and present the results to the  
19 office of financial management and the appropriate committees of the  
20 legislature no later than November 15, 1998, and November 15, 1999.

21 (2) \$52,817,000 is provided for local education program  
22 enhancements to meet educational needs as identified by the school  
23 district. This amount includes such amounts as are necessary for the  
24 remainder of the 1996-97 school year. Allocations for the 1997-98 and  
25 1998-99 school year shall be at a maximum annual rate of \$28.04 per  
26 full-time equivalent student as determined pursuant to subsection (3)  
27 of this section. Allocations shall be made on the monthly  
28 apportionment payment schedule provided in RCW 28A.510.250.

29 (3) Allocations provided under this section shall be based on  
30 school district annual average full-time equivalent enrollment in  
31 grades kindergarten through twelve: PROVIDED, That for school  
32 districts enrolling not more than one hundred average annual full-time  
33 equivalent students, and for small school plants within any school  
34 district designated as remote and necessary schools, the allocations  
35 shall be as follows:

36 (a) Enrollment of not more than 60 average annual full-time  
37 equivalent students in grades kindergarten through six shall generate  
38 funding based on sixty full-time equivalent students;

1 (b) Enrollment of not more than 20 average annual full-time  
2 equivalent students in grades seven and eight shall generate funding  
3 based on twenty full-time equivalent students; and

4 (c) Enrollment of not more than 60 average annual full-time  
5 equivalent students in grades nine through twelve shall generate  
6 funding based on sixty full-time equivalent students.

7 (4) Funding provided pursuant to this section does not fall within  
8 the definition of basic education for purposes of Article IX of the  
9 state Constitution and the state's funding duty thereunder.

10 (5) Receipt by a school district of one-fourth of the district's  
11 allocation of funds under this section, shall be conditioned on a  
12 finding by the superintendent that:

13 (1) The district is enrolled as a medicaid service provider and is  
14 actively pursuing federal matching funds for medical services provided  
15 through special education programs, pursuant to RCW 74.09.5241 through  
16 74.09.5256 (Title XIX funding); and

17 (2) The district is filing truancy petitions as required under  
18 chapter 312, Laws of 1995 and RCW 28A.225.030.

19 (End of part)

PART VI  
HIGHER EDUCATION

NEW SECTION. **Sec. 601.** The appropriations in sections 603 through 609 of this act are subject to the following conditions and limitations:

(1) "Institutions" means the institutions of higher education receiving appropriations under sections 603 through 609 of this act.

(2)(a) The salary increases provided or referenced in this subsection shall be the allowable salary increases provided at institutions of higher education, excluding increases associated with normally occurring promotions and increases related to faculty and professional staff retention, and excluding increases associated with employees under the jurisdiction of chapter 41.56 RCW pursuant to the provisions of RCW 28B.16.015.

(b) Each institution of higher education shall provide to each classified staff employee as defined by the office of financial management a salary increase of 3.0 percent on July 1, 1997. Each institution of higher education shall provide to instructional and research faculty, exempt professional staff, academic administrators, academic librarians, counselors, teaching and research assistants as classified by the office of financial management, and all other nonclassified staff, including those employees under RCW 28B.16.015, an average salary increase of 3.0 percent on July 1, 1997. For employees under the jurisdiction of chapter 41.56 RCW pursuant to the provisions of RCW 28B.16.015, distribution of the salary increases will be in accordance with the applicable collective bargaining agreement. However, an increase shall not be provided to any classified employee whose salary is above the approved salary range maximum for the class to which the employee's position is allocated. To collect consistent data for use by the legislature, the office of financial management, and other state agencies for policy and planning purposes, institutions of higher education shall report personnel data to be used in the department of personnel's human resource data warehouse in compliance with uniform reporting procedures established by the department of personnel.

1 (c) Each institution of higher education receiving appropriations  
2 under sections 604 through 609 of this act may provide to instructional  
3 and research faculty, exempt professional staff, academic  
4 administrators, academic librarians, counselors, teaching and research  
5 assistants, as classified by the office of financial management, and  
6 all other nonclassified staff, but not including employees under RCW  
7 28B.16.015, an additional average salary increase of 1.0 percent on  
8 July 1, 1997, and an average salary increase of 2.0 percent on July 1,  
9 1998. Any salary increases authorized under this subsection (2)(c)  
10 shall not be included in an institution's salary base. It is the  
11 intent of the legislature that general fund--state support for an  
12 institution shall not increase during the current or any future  
13 biennium as a result of any salary increases authorized under this  
14 subsection (2)(c).

15 (d) Specific salary increases authorized in sections 603 through  
16 609 of this act are in addition to any salary increase provided in this  
17 subsection.

18 (3) Each institution receiving appropriations under sections 604  
19 through 609 of this act, at the direction of the higher education  
20 coordinating board, shall submit to the board strategies for achieving  
21 measurable and specific improvements in academic years 1997-98 and  
22 1998-99 for the following four performance and accountability measures  
23 and the state-wide performance goal for each:

	Goal
24	
25 (a) Undergraduate degrees granted per full-time equivalent	
26 (FTE) instructional faculty:	
27       Research universities	4
28       Comprehensive universities	9
29 (b) Undergraduate student retention, defined as the number	
30 of undergraduate students who return for the next year at the	
31 same institution measured from fall to fall:	
32       Research universities	95%
33       Comprehensive universities	90%
34 (c) Graduation rates, defined as the percent of an entering	
35 freshman class at each institution that graduates within four	
36 years	50%
37 (d) Undergraduate graduation efficiency index	95

38 (4) The state board for community and technical colleges shall  
39 develop an implementation plan for measurable and specific improvements

1 in productivity, efficiency, and student retention in academic years  
 2 1997-98 and 1998-99 consistent with the performance management system  
 3 developed by the work force training and education coordinating board  
 4 and for the following long-term performance goals:

	Goal
5 (a) Hourly wages for vocational graduates	\$12/hour
6 (b) Academic students transferring to Washington higher 7 education institutions	67%
8 (c) Core course completion rates	85%
9 (d) Graduation efficiency index	95

11 NEW SECTION. **Sec. 602.** (1) The appropriations in sections 603  
 12 through 609 of this act provide state general fund support or  
 13 employment and training trust account support for full-time equivalent  
 14 student enrollments at each institution of higher education. Listed  
 15 below are the annual full-time equivalent student enrollments by  
 16 institution assumed in this act.

	1997-98	1998-99
	Annual	Annual
	Average	Average
17 University of Washington	32,799	33,399
18 Washington State University	19,485	20,075
19 Central Washington University	7,346	7,446
20 Eastern Washington University	7,739	7,739
21 The Evergreen State College	3,496	3,576
22 Western Washington University	10,183	10,353
23 State Board for Community and 24 Technical Colleges	116,426	118,526
25 Higher Education Coordinating 26 Board	50	50

30 (2) Based on 10th day student enrollment data for the 1997 autumn  
 31 term and the office of financial management's fall 1997 full-time  
 32 equivalent student (FTE) budget driver report, for each FTE below the  
 33 target FTE, funding per FTE of state general fund shall be placed into  
 34 reserve by allotment amendment by November 15, 1997. Based on 10th day  
 35 student enrollment data for the 1998 autumn term, and the office of  
 36 financial management's fall 1998 full-time equivalent student (FTE)  
 37 budget driver report, for each FTE below the target FTE, funding per



1 FTE of state general fund shall be placed into reserve by allotment  
 2 amendment by November 15, 1998. Target FTE and funding per FTE for  
 3 each institution are as follows:

	1997-98	1997-98	1998-99	1998-99
	Target	Funding	Target	Funding
	FTE	Per FTE	FTE	Per FTE
7 University of Washington	31,815	\$3,950	32,397	\$3,874
8 Washington State University	18,900	\$3,950	19,473	\$3,874
9 Central Washington University	7,126	\$4,607	7,223	\$4,550
10 The Evergreen State College	3,391	\$4,607	3,469	\$4,550
11 Western Washington University	9,878	\$4,607	10,042	\$4,550

12 NEW SECTION. **Sec. 603. FOR THE STATE BOARD FOR COMMUNITY AND**  
 13 **TECHNICAL COLLEGES**

14 General Fund--State Appropriation (FY 1998) . . . . .	\$ 381,878,000
15 General Fund--State Appropriation (FY 1999) . . . . .	\$ 420,513,000
16 General Fund--Federal Appropriation . . . . .	\$ 11,404,000
17 Employment and Training Trust Account	
18     Appropriation . . . . .	\$ 26,796,000
19           TOTAL APPROPRIATION . . . . .	\$ 840,591,000

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

22 (1) \$2,718,000 of the general fund--state appropriation for fiscal  
 23 year 1998 and \$4,079,000 of the general fund--state appropriation for  
 24 fiscal year 1999 shall be held in reserve by the board. These funds  
 25 are provided to improve instructional efficiency and the quality of  
 26 educational programs. The board may approve the fiscal year 1998  
 27 allocation of funds under this subsection upon completion of an  
 28 implementation plan. The implementation plan shall be submitted by the  
 29 board to the legislature and the office of financial management in  
 30 accordance with section 601(4) of this act by September 1, 1997. The  
 31 board may approve the fiscal year 1999 allocation of funds under this  
 32 subsection based on the board's evaluation of:

33 (a) College performance compared to the goals for quality  
 34 improvement and instructional efficiency as submitted in the plan  
 35 required in section 601(4) of this act; and

1 (b) The quality and effectiveness of the strategies the colleges  
2 propose to achieve continued improvement in quality and efficiency  
3 during the 1998-99 academic year.

4 (2) \$490,000 of the general fund--state appropriation, \$26,796,000  
5 of the employment and training trust account appropriation for fiscal  
6 year 1998, and \$27,186,000 of the general fund--state appropriation for  
7 fiscal year 1999 are provided solely for training and related support  
8 services specified in chapter 226, Laws of 1993 (employment and  
9 training for unemployed workers) and House Bill No. 2214. Of this  
10 amount:

11 (a) \$51,534,000 is to provide enrollment opportunity for 7,200  
12 full-time equivalent students in fiscal year 1998 and 7,200 full-time  
13 equivalent students in fiscal year 1999. The state board for community  
14 and technical colleges shall submit to the workforce training and  
15 education coordinating board for review and approval a plan for the  
16 allocation of the full-time equivalent students provided in this  
17 subsection.

18 (b) \$2,938,000 is to provide support services that may include  
19 child care assistance, transportation, and financial aid for the  
20 student enrollments funded in (a) of this subsection.

21 (3) \$1,441,000 of the general fund--state appropriation for fiscal  
22 year 1998 and \$1,441,000 of the general fund--state appropriation for  
23 fiscal year 1999 are provided solely for 500 FTE enrollment slots to  
24 implement RCW 28B.50.259 (timber-dependent communities).

25 (4) \$1,862,500 of the general fund--state appropriation for fiscal  
26 year 1998 and \$1,862,500 of the general fund--state appropriation for  
27 fiscal year 1999 are provided solely for assessment of student outcomes  
28 at community and technical colleges.

29 (5) \$706,000 of the general fund--state appropriation for fiscal  
30 year 1998 and \$706,000 of general fund--state appropriation for fiscal  
31 year 1999 are provided solely to recruit and retain minority students  
32 and faculty.

33 (6) Up to \$1,035,000 of the general fund--state appropriation for  
34 fiscal year 1998 and up to \$2,102,000 of the general fund--state  
35 appropriation for fiscal year 1999 may be used in combination with  
36 salary and benefit savings from faculty turnover to provide faculty  
37 salary increments and associated benefits. To the extent general  
38 salary increase funding is used to pay faculty increments, the general  
39 salary increase shall be reduced by the same amount.

1 (7) \$1,467,000 of the general fund--state appropriation for fiscal  
2 year 1998 and \$1,467,000 of the general fund--state appropriation for  
3 fiscal year 1999 are provided solely to address part-time faculty  
4 salary disparities for part-time faculty teaching more than one course.

5 (8) \$83,000 of the general fund--state appropriation for fiscal  
6 year 1998 and \$1,567,000 of the general fund--state appropriation for  
7 fiscal year 1999 are provided for personnel and expenses to develop  
8 curricula, library resources, and operations of Cascadia Community  
9 College.

10 (9) The technical colleges may increase tuition and fees to conform  
11 with the percentage increase in community college operating fees  
12 authorized in House Bill No. 2262 (higher education tuition and fees).  
13 The community colleges may charge up to the maximum level authorized  
14 for services and activities fees in RCW 28B.15.069.

15 (10) \$500,000 of the general fund--state appropriation for fiscal  
16 year 1998 and \$500,000 of the general fund--state appropriation for  
17 fiscal year 1999 are provided solely for a maximum of 10 incentive  
18 grants in each fiscal year to community and technical colleges. The  
19 board shall make grants to the colleges for productivity enhancements  
20 in student services and instruction that facilitate student progress,  
21 and for innovation proposals that provide greater student access and  
22 learning opportunities.

23 (11) Community and technical colleges with below-average faculty  
24 salaries may use funds identified by the state board in the 1997-98 and  
25 1998-99 operating allocations to increase faculty salaries no higher  
26 than the system-wide average.

27 **NEW SECTION. Sec. 604. FOR UNIVERSITY OF WASHINGTON**

28	General Fund Appropriation (FY 1998)	\$ 280,895,000
29	General Fund Appropriation (FY 1999)	\$ 284,127,000
30	Death Investigations Account Appropriation	\$ 1,810,000
31	Industrial Insurance Premium Refund Account	
32	Appropriation	\$ 514,000
33	Accident Account Appropriation	\$ 4,969,000
34	Medical Aid Account Appropriation	\$ 4,989,000
35	TOTAL APPROPRIATION	\$ 577,304,000

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

1 (1) \$186,000 of the general fund appropriation for fiscal year 1998  
2 and \$186,000 of the general fund appropriation for fiscal year 1999 are  
3 provided solely for assessment of student outcomes.

4 (2) \$324,000 of the general fund appropriation for fiscal year 1998  
5 and \$324,000 of the general fund appropriation for fiscal year 1999 are  
6 provided solely to recruit and retain minority students and faculty.

7 (3) \$130,000 of the general fund appropriation for fiscal year 1998  
8 and \$130,000 of the general fund appropriation for fiscal year 1999 are  
9 provided solely for the implementation of the Puget Sound work plan  
10 agency action item UW-01.

11 (4) \$776,000 of the general fund appropriation for fiscal year 1998  
12 and \$776,000 of the general fund appropriation for fiscal year 1999 are  
13 provided solely for competitively offered faculty recruitment and  
14 retention salary adjustments. The university shall provide a report in  
15 their 1999-01 biennial operating budget request submittal on the  
16 effective expenditure of funds for the purposes in this subsection.

17 (5) \$93,500 of the general fund appropriation in this section is  
18 provided solely to employ a fossil preparator/educator in the Burke  
19 Museum. The entire amount in this subsection shall be provided  
20 directly to the Burke Museum.

21 **NEW SECTION. Sec. 605. FOR WASHINGTON STATE UNIVERSITY**

22	General Fund Appropriation (FY 1998)	. . . . .	\$	166,843,000
23	General Fund Appropriation (FY 1999)	. . . . .	\$	171,012,000
24	Air Pollution Control Account Appropriation	. . . . .	\$	206,000
25	TOTAL APPROPRIATION	. . . . .	\$	338,061,000

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

28 (1) \$186,000 of the general fund appropriation for fiscal year 1998  
29 and \$186,000 of the general fund appropriation for fiscal year 1999 are  
30 provided solely for assessment of student outcomes.

31 (2) \$140,000 of the general fund appropriation for fiscal year 1998  
32 and \$140,000 of the general fund appropriation for fiscal year 1999 are  
33 provided solely to recruit and retain minority students and faculty.

34 (3) \$157,000 of the general fund appropriation for fiscal year 1998  
35 and \$157,000 of the general fund appropriation for fiscal year 1999 are  
36 provided solely for the implementation of the Puget Sound work plan  
37 agency action item WSU-01.

1 (4) \$365,000 of the general fund appropriation for fiscal year 1998  
2 and \$365,000 of the general fund appropriation for fiscal year 1999 are  
3 provided solely for competitively offered faculty recruitment and  
4 retention salary adjustments. The university shall provide a report in  
5 their 1999-01 biennial operating budget request submittal on the  
6 effective expenditure of funds for the purposes in this subsection.

7 (5) \$25,000 of the general fund appropriation for fiscal year 1998  
8 and \$25,000 of the general fund appropriation for fiscal year 1999 are  
9 provided solely for state matching funds for creation and maintenance  
10 of community gardens as provided in Substitute House Bill No. 1580  
11 (community gardens). If the bill is not enacted by June 30, 1997, the  
12 amounts in this subsection shall lapse.

13 (6) \$50,000 of the general fund appropriation for fiscal year 1998  
14 and \$50,000 of the general fund appropriation for fiscal year 1999 are  
15 provided solely for larkspur research.

16 **NEW SECTION. Sec. 606. FOR EASTERN WASHINGTON UNIVERSITY**

17	General Fund Appropriation (FY 1998)	. . . . .	\$	39,115,000
18	General Fund Appropriation (FY 1999)	. . . . .	\$	38,964,000
19	TOTAL APPROPRIATION	. . . . .	\$	78,079,000

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

22 (1) \$186,000 of the general fund appropriation for fiscal year 1998  
23 and \$186,000 of the general fund appropriation for fiscal year 1999 are  
24 provided solely for assessment of student outcomes.

25 (2) \$93,000 of the general fund appropriation for fiscal year 1998  
26 and \$93,000 of the general fund appropriation for fiscal year 1999 are  
27 provided solely to recruit and retain minority students and faculty.

28 (3) \$53,000 of the general fund--state appropriation for fiscal  
29 year 1998 and \$54,000 of the general fund--state appropriation for  
30 fiscal year 1999 are provided solely for competitively offered faculty  
31 recruitment and retention salary adjustments. The university shall  
32 provide a report in their 1999-01 biennial operating budget request  
33 submittal on the effective expenditure of funds for the purposes in  
34 this subsection.

35 (4) \$3,188,000 of the general fund appropriation for fiscal year  
36 1998 and \$3,188,000 of the general fund appropriation for fiscal year  
37 1999 shall be placed in reserve pending attainment of budgeted  
38 enrollments of 6,942 FTEs. The office of financial management may

1 approve the allotment of funds under this subsection at the annual rate  
2 of \$4,000 for annual student FTEs in excess of 6,942 based on tenth day  
3 quarterly enrollment and the office of financial management's quarterly  
4 budget driver report. In addition, allotments of reserve funds in this  
5 section may be approved by the office of financial management upon  
6 approval by the higher education coordinating board for actions that  
7 will result in additional enrollment growth.

8 NEW SECTION. **Sec. 607. FOR CENTRAL WASHINGTON UNIVERSITY**

9	General Fund Appropriation (FY 1998)	. . . . .	\$	37,149,000
10	General Fund Appropriation (FY 1999)	. . . . .	\$	38,156,000
11	TOTAL APPROPRIATION	. . . . .	\$	75,305,000

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

14 (1) \$186,000 of the general fund appropriation for fiscal year 1998  
15 and \$186,000 of the general fund appropriation for fiscal year 1999 are  
16 provided solely for assessment of student outcomes.

17 (2) \$70,000 of the general fund appropriation for fiscal year 1998  
18 and \$70,000 of the general fund appropriation for fiscal year 1999 are  
19 provided solely to recruit and retain minority students and faculty.

20 (3) \$51,000 of the general fund appropriation for fiscal year 1998  
21 and \$51,000 of the general fund appropriation for fiscal year 1999 are  
22 provided solely for competitively offered faculty recruitment and  
23 retention salary adjustments. The college shall provide a report in  
24 their 1999-01 biennial operating budget request submittal on the  
25 effective expenditure of funds for the purposes in this subsection.

26 NEW SECTION. **Sec. 608. FOR THE EVERGREEN STATE COLLEGE**

27	General Fund Appropriation (FY 1998)	. . . . .	\$	20,160,000
28	General Fund Appropriation (FY 1999)	. . . . .	\$	20,321,000
29	TOTAL APPROPRIATION	. . . . .	\$	40,481,000

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

32 (1) \$186,000 of the general fund appropriation for fiscal year 1998  
33 and \$186,000 of the general fund appropriation for fiscal year 1999 are  
34 provided solely for assessment of student outcomes.

1 (2) \$47,000 of the general fund appropriation for fiscal year 1998  
2 and \$47,000 of the general fund appropriation for fiscal year 1999 are  
3 provided solely to recruit and retain minority students and faculty.

4 (3) \$29,000 of the general fund appropriation for fiscal year 1998  
5 and \$29,000 of the general fund appropriation for fiscal year 1999 are  
6 provided solely for competitively offered faculty recruitment and  
7 retention salary adjustments. The college shall provide a report in  
8 their 1999-01 biennial operating budget request submittal on the  
9 effective expenditure of funds for the purposes in this subsection.

10 NEW SECTION. **Sec. 609. FOR WESTERN WASHINGTON UNIVERSITY**

11	General Fund Appropriation (FY 1998)	. . . . .	\$	47,706,000
12	General Fund Appropriation (FY 1999)	. . . . .	\$	48,327,000
13	TOTAL APPROPRIATION	. . . . .	\$	96,033,000

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

16 (1) \$186,000 of the general fund appropriation for fiscal year 1998  
17 and \$186,000 of the general fund appropriation for fiscal year 1999 are  
18 provided solely for assessment of student outcomes.

19 (2) \$93,000 of the general fund appropriation for fiscal year 1998  
20 and \$93,000 of the general fund appropriation for fiscal year 1999 are  
21 provided solely to recruit and retain minority students and faculty.

22 (3) \$66,000 of the general fund appropriation for fiscal year 1998  
23 and \$67,000 of the general fund appropriation for fiscal year 1999 are  
24 provided solely for competitively offered faculty recruitment and  
25 retention salary adjustments. The university shall provide a report  
26 in their 1999-01 biennial operating budget request submittal on the  
27 effective expenditure of funds for the purposes in this subsection.

28 NEW SECTION. **Sec. 610. FOR THE HIGHER EDUCATION COORDINATING**  
29 **BOARD--POLICY COORDINATION AND ADMINISTRATION**

30	General Fund--State Appropriation (FY 1998)	. . . . .	\$	2,084,000
31	General Fund--State Appropriation (FY 1999)	. . . . .	\$	8,491,000
32	General Fund--Federal Appropriation	. . . . .	\$	693,000
33	TOTAL APPROPRIATION	. . . . .	\$	11,268,000

34 The appropriations in this section are provided to carry out the  
35 accountability, performance measurement, policy coordination, planning,

1 studies and administrative functions of the board and are subject to  
2 the following conditions and limitations:

3 (1) The board shall, in consultation with the institutions  
4 receiving appropriations under sections 604 through 609 of this act,  
5 develop accountability plans for achieving the four performance and  
6 accountability measures defined in section 601(3)(a) for academic year  
7 1997-98. These plans shall specify that the academic year 1995-96 is  
8 the baseline year against which performance for academic year 1997-98  
9 shall be measured. The difference between each institution's academic  
10 year 1995-96 performance and the state-wide performance goal specified  
11 for each of the four measures shall be calculated, and the product of  
12 this calculation shall be the performance gap for each institution for  
13 each measure. The plan for each institution shall set as a performance  
14 target the closing of its performance gap by ten percent in academic  
15 year 1997-98 for each measure. The board shall review and recommend  
16 changes, if necessary, to the 1997-98 plans at its September 1997  
17 meeting, and report these plans to the office of financial management  
18 and to the appropriate legislative committees.

19 (2) \$6,396,000 of the general fund--state appropriation for fiscal  
20 year 1999 is provided solely for incentive grants to institutions  
21 receiving appropriations under sections 604 through 609 of this act for  
22 achievement of the performance targets set in the plans for academic  
23 year 1997-98 and for submission of accountability plans for achieving  
24 the performance targets for academic year 1998-99. The plan for each  
25 institution's performance target for each measure for academic year  
26 1998-99 shall use the performance target value for academic year 1997-  
27 98 as the new baseline; calculate the difference between this baseline  
28 and the state-wide performance goal; and specify the performance gap  
29 for 1998-99. Each institution's accountability plan shall target the  
30 closing of this recalculated performance gap by ten percent in academic  
31 year 1998-99 for each measure. The board shall review and recommend  
32 changes, if necessary, to the 1998-99 accountability plans of each  
33 institution by its November 1998 meeting, and it shall evaluate each  
34 institution's achievement of its 1997-98 performance targets for each  
35 accountability measure. Incentive grants shall reflect the proportion  
36 of each institution's achievement of its performance target for each  
37 measure in 1997-98 and shall be awarded by December 1, 1998.

38 (3) By November 1, 1998, the board shall consult with the  
39 institutions of higher education, and recommend to the office of



1 financial management and appropriate legislative committees,  
2 performance indicators measuring successful student learning and other  
3 student outcomes, and any proposed additions or revisions to the  
4 performance and accountability measures in sections 601(3) and 601(4)  
5 of this act for possible inclusion in the 1999-01 biennial operating  
6 budget.

7 (4) \$280,000 of the general fund--state appropriation for fiscal  
8 year 1998 and \$280,000 of the general fund--state appropriation for  
9 fiscal year 1999 are provided solely for enrollment to implement RCW  
10 28B.80.570 through 28B.80.585 (rural natural resources impact areas).  
11 The number of students served shall be 50 full-time equivalent students  
12 per fiscal year. The board shall ensure that enrollments reported  
13 under this subsection meet the criteria outlined in RCW 28B.80.570  
14 through 28B.80.585.

15 (5) \$70,000 of the general fund--state appropriation for fiscal  
16 year 1998 and \$70,000 of the general fund--state appropriation for  
17 fiscal year 1999 are provided solely to develop a competency based  
18 admissions system for higher education institutions. The board shall  
19 complete the competency based admissions system and issue a report  
20 outlining the competency based admissions system by January 1999.

21 NEW SECTION. **Sec. 611. FOR THE HIGHER EDUCATION COORDINATING**  
22 **BOARD--FINANCIAL AID AND GRANT PROGRAMS**

23	General Fund--State Appropriation (FY 1998) . . . . .	\$	91,522,000
24	General Fund--State Appropriation (FY 1999) . . . . .	\$	93,023,000
25	General Fund--Federal Appropriation . . . . .	\$	8,255,000
26	TOTAL APPROPRIATION . . . . .	\$	192,800,000

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

29 (1) \$527,000 of the general fund--state appropriation for fiscal  
30 year 1998 and \$526,000 of the general fund--state appropriation for  
31 fiscal year 1999 are provided solely for the displaced homemakers  
32 program.

33 (2) \$216,000 of the general fund--state appropriation for fiscal  
34 year 1998 and \$220,000 of the general fund--state appropriation for  
35 fiscal year 1999 are provided solely for the western interstate  
36 commission for higher education.

37 (3) \$118,000 of the general fund--state appropriation for fiscal  
38 year 1998 and \$118,000 of the general fund--state appropriation for

1 fiscal year 1999 are provided solely for the health personnel resources  
2 plan.

3 (4) \$1,000,000 of the general fund--state appropriation for fiscal  
4 year 1998 and \$1,000,000 of the general fund--state appropriation for  
5 fiscal year 1999 are provided solely for the scholarships and loans  
6 program under chapter 28B.115 RCW, the health professional conditional  
7 scholarship program. This amount shall be deposited to the health  
8 professional loan repayment and scholarship trust fund to carry out the  
9 purposes of the program.

10 (5) \$88,848,000 of the general fund--state appropriation for fiscal  
11 year 1998 and \$90,455,000 of the general fund--state appropriation for  
12 fiscal year 1999 are provided solely for student financial aid,  
13 including all administrative costs. The amounts in (a), (b), and (c)  
14 of this subsection are sufficient to implement Second Substitute House  
15 Bill No. 1851 (higher education financial aid). Of these amounts:

16 (a) \$65,551,000 of the general fund--state appropriation for fiscal  
17 year 1998 and \$66,615,000 of the general fund--state appropriation for  
18 fiscal year 1999 are provided solely for the state need grant program.  
19 For the purposes of determination of eligibility for state need grants  
20 for the 1997-98 and 1998-99 academic years, the higher education  
21 coordinating board shall establish family income equivalencies for  
22 independent students having financial responsibility for children and  
23 independent students with no financial responsibility for children,  
24 respectively, based on the United States bureau of labor statistics'  
25 low budget standard for persons in the 20-35 year age group, in  
26 accordance with the recommendations of the 1996 student financial aid  
27 policy advisory committee. After April 1 of each fiscal year, up to  
28 one percent of the annual appropriation for the state need grant  
29 program may be transferred to the state work study program;

30 (b) \$16,450,000 of the general fund--state appropriation for fiscal  
31 year 1998 and \$16,750,000 of the general fund--state appropriation for  
32 fiscal year 1999 are provided solely for the state work study program.  
33 After April 1 of each fiscal year, up to one percent of the annual  
34 appropriation for the state work study program may be transferred to  
35 the state need grant program;

36 (c) \$3,750,000 of the general fund--state appropriation for fiscal  
37 year 1998 and \$3,750,000 of the general fund--state appropriation for  
38 fiscal year 1999 are provided solely for educational opportunity  
39 grants;

1 (d) A maximum of \$1,384,000 of the general fund--state  
2 appropriation for fiscal year 1998 and \$1,384,000 of the general fund--  
3 state appropriation for fiscal year 1999 may be expended for financial  
4 aid administration, excluding the four percent state work study program  
5 administrative allowance provision;

6 (e) \$226,000 of the general fund--state appropriation for fiscal  
7 year 1998 and \$197,000 of the general fund--state appropriation for  
8 fiscal year 1999 are provided solely for the educator's excellence  
9 awards. Any educator's excellence moneys not awarded by April 1st of  
10 each year may be transferred by the board to either the Washington  
11 scholars program or, in consultation with the workforce training and  
12 education coordinating board, to the Washington award for vocational  
13 excellence;

14 (f) \$990,000 of the general fund--state appropriation for fiscal  
15 year 1998 and \$1,244,000 of the general fund--state appropriation for  
16 fiscal year 1999 are provided solely to implement the Washington  
17 scholars program. Any Washington scholars program moneys not awarded  
18 by April 1st of each year may be transferred by the board to either the  
19 educator's excellence awards or, in consultation with the workforce  
20 training and education coordinating board, to the Washington award for  
21 vocational excellence;

22 (g) \$447,000 of the general fund--state appropriation for fiscal  
23 year 1998 and \$465,000 of the general fund--state appropriation for  
24 fiscal year 1999 are provided solely to implement Washington award for  
25 vocational excellence program. Any Washington award for vocational  
26 program moneys not awarded by April 1st of each year may be transferred  
27 by the board to either the educator's excellence awards or, the  
28 Washington scholars program;

29 (h) \$50,000 of the general fund--state appropriation for fiscal  
30 year 1998 and \$50,000 of the general fund--state appropriation for  
31 fiscal year 1999 are provided solely for community scholarship matching  
32 grants of \$2,000 each. To be eligible for the matching grant, a  
33 nonprofit community organization, organized under section 501(c)(3) of  
34 the internal revenue code, must demonstrate that it has raised \$2,000  
35 in new moneys for college scholarships after the effective date of this  
36 act. No organization may receive more than one \$2,000 matching grant;  
37 and

38 (i) For the purpose of establishing eligibility for the equal  
39 opportunity grant program for placebound students under RCW

1 28B.101.020, Thurston county lies within the branch campus service area  
2 of the Tacoma branch campus of the University of Washington.

3 (6) \$50,000 of the general fund--state appropriation for fiscal  
4 year 1998 and \$50,000 of the general fund--state appropriation for  
5 fiscal year 1999 are provided solely to implement Engrossed Second  
6 Substitute House Bill No. 1372 (Washington advanced college tuition  
7 payment program). The amounts in this subsection are a long-term loan  
8 for operating and start-up costs of the program and are to be paid back  
9 to the state general fund by June 30, 2007. If Engrossed Second  
10 Substitute House Bill No. 1372 is not enacted by June 30, 1997, the  
11 amounts provided in this subsection shall lapse.

12 (7) \$375,000 of the general fund--state appropriation for fiscal  
13 year 1998 and \$375,000 of the general fund--state appropriation for  
14 fiscal year 1999 are provided solely for the undergraduate fellowship  
15 program as provided in Second Substitute House Bill No. 1055. If the  
16 bill is not enacted by June 30, 1997, the amounts in this subsection  
17 shall lapse.

18 (8) \$25,000 of the general fund--state appropriation for fiscal  
19 year 1998 and \$25,000 of the general fund--state appropriation for  
20 fiscal year 1999 are provided solely for the Hispanic American  
21 fellowship program as provided in Second Substitute House Bill No.  
22 1622. If the bill is not enacted by June 30, 1997, the amounts in this  
23 subsection shall lapse.

24 **NEW SECTION. Sec. 612. FOR THE JOINT CENTER FOR HIGHER EDUCATION**

25 General Fund Appropriation (FY 1998) . . . . .	\$	1,319,000
26 General Fund Appropriation (FY 1999) . . . . .	\$	1,320,000
27 TOTAL APPROPRIATION . . . . .	\$	2,639,000

28 **NEW SECTION. Sec. 613. FOR THE WORK FORCE TRAINING AND EDUCATION**

29 **COORDINATING BOARD**

30 General Fund--State Appropriation (FY 1998) . . . . .	\$	1,639,000
31 General Fund--State Appropriation (FY 1999) . . . . .	\$	1,644,000
32 General Fund--Federal Appropriation . . . . .	\$	34,378,000
33 TOTAL APPROPRIATION . . . . .	\$	37,661,000

34 **NEW SECTION. Sec. 614. FOR WASHINGTON STATE LIBRARY**

35 General Fund--State Appropriation (FY 1998) . . . . .	\$	7,464,000
36 General Fund--State Appropriation (FY 1999) . . . . .	\$	7,259,000

1 General Fund--Federal Appropriation . . . . . \$ 4,853,000  
 2 TOTAL APPROPRIATION . . . . . \$ 19,576,000

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

5 (1) \$1,192,758 of the general fund--state appropriation for fiscal  
 6 year 1998, \$1,192,758 of the general fund--state appropriation for  
 7 fiscal year 1999, and \$54,000 of the general fund--federal  
 8 appropriation are provided for a contract with the Seattle public  
 9 library for library services for the Washington book and braille  
 10 library.

11 (2) \$198,000 of the general fund--state appropriation for fiscal  
 12 year 1998 is provided solely for the state library to continue the  
 13 government information locator service in accordance with chapter 171,  
 14 Laws of 1996. The state library, in consultation with interested  
 15 parties, shall prepare an evaluation of the government information  
 16 locator service by October 1, 1997. The evaluation shall include a  
 17 cost-benefit analysis, a determination of fiscal impacts to the state,  
 18 and programmatic information. The evaluation report shall be provided  
 19 to the appropriate legislative fiscal committees.

20 NEW SECTION. **Sec. 615. FOR THE WASHINGTON STATE ARTS COMMISSION**

21 General Fund--State Appropriation (FY 1998) . . . . . \$ 2,015,000  
 22 General Fund--State Appropriation (FY 1999) . . . . . \$ 2,013,000  
 23 General Fund--Federal Appropriation . . . . . \$ 697,000  
 24 TOTAL APPROPRIATION . . . . . \$ 4,725,000

25 NEW SECTION. **Sec. 616. FOR THE WASHINGTON STATE HISTORICAL**  
 26 **SOCIETY**

27 General Fund Appropriation (FY 1998) . . . . . \$ 2,505,000  
 28 General Fund Appropriation (FY 1999) . . . . . \$ 2,534,000  
 29 TOTAL APPROPRIATION . . . . . \$ 5,039,000

30 NEW SECTION. **Sec. 617. FOR THE EASTERN WASHINGTON STATE**  
 31 **HISTORICAL SOCIETY**

32 General Fund Appropriation (FY 1998) . . . . . \$ 741,000  
 33 General Fund Appropriation (FY 1999) . . . . . \$ 1,022,000  
 34 TOTAL APPROPRIATION . . . . . \$ 1,763,000

35 NEW SECTION. **Sec. 618. FOR THE STATE SCHOOL FOR THE BLIND**

1 General Fund--State Appropriation (FY 1998) . . . . . \$ 3,714,000  
2 General Fund--State Appropriation (FY 1999) . . . . . \$ 3,738,000  
3 General Fund--Private/Local Appropriation . . . . . \$ 192,000  
4 TOTAL APPROPRIATION . . . . . \$ 7,644,000

5 NEW SECTION. **Sec. 619. FOR THE STATE SCHOOL FOR THE DEAF**

6 General Fund Appropriation (FY 1998) . . . . . \$ 6,458,000  
7 General Fund Appropriation (FY 1999) . . . . . \$ 6,459,000  
8 TOTAL APPROPRIATION . . . . . \$ 12,917,000

9 (End of part)

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**PART VII**  
**SPECIAL APPROPRIATIONS**

**NEW SECTION. Sec. 701. FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL FUND BOND DEBT**

General Fund Appropriation (FY 1998)	\$ 447,283,000
General Fund Appropriation (FY 1999)	\$ 485,077,000
General Fund Bonds Subject to the Limit Bond	
Retirement Account Appropriation	\$ 932,360,000
TOTAL APPROPRIATION	\$1,864,720,000

The appropriations in this section are subject to the following conditions and limitations: The general fund appropriation is for deposit into the general fund bonds subject to the limit bond retirement account.

**NEW SECTION. Sec. 702. FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO BE REIMBURSED BY ENTERPRISE ACTIVITIES**

State Convention & Trade Center Account	
Appropriation	\$ 34,081,000
Accident Account Appropriation	\$ 5,108,000
Medical Aid Account Appropriation	\$ 5,108,000
TOTAL APPROPRIATION	\$ 44,297,000

**NEW SECTION. Sec. 703. FOR THE STATE TREASURER--BOND RETIREMENT AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR GENERAL OBLIGATION DEBT TO BE REIMBURSED AS PRESCRIBED BY STATUTE**

General Fund Appropriation (FY 1998)	\$ 23,096,000
General Fund Appropriation (FY 1999)	\$ 25,603,000
General Fund Bonds Excluded from the Limit	
Bond Retirement Account Appropriation	\$ 48,699,000
Reimbursable Bonds Excluded from the Limit Bond	
Retirement Account Appropriation	\$ 104,933,000
Reimbursable Bonds Subject to the Limit Bond	
Retirement Account Appropriation	\$ 402,000
TOTAL APPROPRIATION	\$ 202,733,000

1 The appropriations in this section are subject to the following  
2 conditions and limitations: The general fund appropriation is for  
3 deposit into the general fund bonds excluded from the limit bond  
4 retirement account.

5 NEW SECTION. **Sec. 704. FOR THE STATE TREASURER--BOND RETIREMENT**  
6 **AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR**  
7 **DEBT TO BE PAID BY STATUTORILY PRESCRIBED REVENUE**

8 Revenue Bonds Excluded from the Limit Bond  
9 Retirement Account Appropriation . . . . . \$ 2,451,000

10 NEW SECTION. **Sec. 705. FOR THE STATE TREASURER--BOND RETIREMENT**  
11 **AND INTEREST, AND ONGOING BOND REGISTRATION AND TRANSFER CHARGES: FOR**  
12 **BOND SALE EXPENSES**

13 General Fund Appropriation (FY 1998) . . . . . \$ 475,000  
14 General Fund Appropriation (FY 1999) . . . . . \$ 475,000  
15 Higher Education Construction Account Appropriation . \$ 215,000  
16 State Building Construction Account Appropriation . . \$ 6,374,000  
17 Public Safety Reimbursable Bond Account Appropriation \$ 8,000  
18 TOTAL APPROPRIATION . . . . . \$ 7,547,000

19 Total Bond Retirement and Interest Appropriations  
20 contained in sections 701 through 705 of this  
21 act . . . . . \$2,121,748,000

22 NEW SECTION. **Sec. 706. FOR THE GOVERNOR--FOR TRANSFER TO THE TORT**  
23 **CLAIMS REVOLVING FUND**

24 General Fund Appropriation (FY 1998) . . . . . \$ 1,205,000  
25 General Fund Appropriation (FY 1999) . . . . . \$ 1,295,000  
26 TOTAL APPROPRIATION . . . . . \$ 2,500,000

27 NEW SECTION. **Sec. 707. FOR THE GOVERNOR--AMERICANS WITH**  
28 **DISABILITIES ACT**

29 Americans with Disabilities Special Revolving Fund  
30 Appropriation . . . . . \$ 426,000

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

33 (1) The appropriation shall be used solely to fund requests from  
34 state agencies complying with the program requirements of the federal



1 Americans with disabilities act. This appropriation will be  
2 administered by the office of financial management and will be  
3 apportioned to agencies meeting distribution criteria.

4 (2) To facilitate payment from special funds dedicated to agency  
5 programs receiving allocations under this section, the state treasurer  
6 is directed to transfer sufficient moneys from the special funds to the  
7 Americans with disabilities special revolving fund, hereby created in  
8 the state treasury, in accordance with schedules provided by the office  
9 of financial management.

10 **NEW SECTION. Sec. 708. FOR THE GOVERNOR--TORT DEFENSE SERVICES**

11 General Fund Appropriation (FY 1998) . . . . .	\$	1,257,000
12 General Fund Appropriation (FY 1999) . . . . .	\$	1,257,000
13 Special Fund Agency Tort Defense Services		
14 Revolving Fund Appropriation . . . . .	\$	2,513,000
15 TOTAL APPROPRIATION . . . . .	\$	5,027,000

16 The appropriations in this section are subject to the following  
17 conditions and limitations: To facilitate payment of tort defense  
18 services from special funds, the state treasurer is directed to  
19 transfer sufficient moneys from each special fund to the special fund  
20 agency tort defense services revolving fund, in accordance with  
21 schedules provided by the office of financial management. The governor  
22 shall distribute the moneys appropriated in this section to agencies to  
23 pay for tort defense services.

24 **NEW SECTION. Sec. 709. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
25 **EMERGENCY FUND**

26 General Fund Appropriation (FY 1998) . . . . .	\$	500,000
27 General Fund Appropriation (FY 1999) . . . . .	\$	500,000
28 TOTAL APPROPRIATION . . . . .	\$	1,000,000

29 The appropriation in this section is for the governor's emergency  
30 fund for the critically necessary work of any agency.

31 **NEW SECTION. Sec. 710. FOR THE OFFICE OF FINANCIAL MANAGEMENT--**  
32 **YEAR 2000 ALLOCATIONS**

33 General Fund--State Appropriation (FY 1998) . . . . .	\$	3,379,000
34 General Fund--State Appropriation (FY 1999) . . . . .	\$	1,961,000
35 General Fund--Federal Appropriation . . . . .	\$	2,883,000

1	Liquor Revolving Account Appropriation . . . . .	\$	131,000
2	Health Care Authority Administrative Account		
3	Appropriation . . . . .	\$	631,000
4	Accident Account Appropriation . . . . .	\$	1,102,000
5	Medical Aid Account Appropriation . . . . .	\$	1,102,000
6	Unemployment Compensation Administration Account		
7	Appropriation . . . . .	\$	1,313,000
8	Administrative Contingency Account Appropriation . .	\$	948,000
9	Employment Services Administrative Account		
10	Appropriation . . . . .	\$	500,000
11	Forest Development Account Appropriation . . . . .	\$	156,000
12	Off Road Vehicle Account Appropriation . . . . .	\$	7,000
13	Surveys and Maps Account Appropriation . . . . .	\$	1,000
14	Aquatic Lands Enhancement Account Appropriation . . .	\$	8,000
15	Resource Management Cost Account Appropriation . . .	\$	348,000
16	TOTAL APPROPRIATION . . . . .	\$	14,470,000

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

19       (1) The appropriations will be allocated by the office of financial  
20 management to agencies to complete Year 2000 date conversion  
21 maintenance on their computer systems. Agencies shall submit their  
22 estimated costs of conversion to the office of financial management by  
23 July 1, 1997.

24       (2) Up to \$10,000,000 of the cash balance of the data processing  
25 revolving account may be expended on agency Year 2000 date conversion  
26 costs. The \$10,000,000 will be taken from the cash balances of the  
27 data processing revolving account's two major users, as follows:  
28 \$7,000,000 from the department of information services and \$3,000,000  
29 from the office of financial management. The office of financial  
30 management in consultation with the department of information services  
31 shall allocate these funds as needed to complete the date conversion  
32 projects.

33       (3) Agencies receiving these allocations shall report at a minimum  
34 to the information services board and to the governor every six months  
35 on the progress of Year 2000 maintenance efforts.

36       NEW SECTION.     **Sec. 711. BELATED CLAIMS.**     The agencies and  
37 institutions of the state may expend moneys appropriated in this act,  
38 upon approval of the office of financial management, for the payment of

1 supplies and services furnished to the agency or institution in prior  
2 fiscal biennia.

3 NEW SECTION. **Sec. 712. FOR THE GOVERNOR--COMPENSATION--INSURANCE**  
4 **BENEFITS**

5	General Fund--State Appropriation (FY 1998) . . . . .	\$	823,000
6	General Fund--State Appropriation (FY 1999) . . . . .	\$	6,257,000
7	General Fund--Federal Appropriation . . . . .	\$	2,431,000
8	General Fund--Private/Local Appropriation . . . . .	\$	146,000
9	Salary and Insurance Increase Revolving Account		
10	Appropriation . . . . .	\$	5,465,000
11	TOTAL APPROPRIATION . . . . .	\$	15,122,000

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

14 (1)(a) The monthly contribution for insurance benefit premiums  
15 shall not exceed \$312.35 per eligible employee for fiscal year 1998,  
16 and \$331.31 for fiscal year 1999.

17 (b) The monthly contribution for the operating costs of the health  
18 care authority shall not exceed \$4.99 per eligible employee for fiscal  
19 year 1998, and \$4.44 for fiscal year 1999.

20 (c) Surplus moneys accruing to the public employees' and retirees'  
21 insurance account due to lower-than-projected insurance costs may not  
22 be reallocated by the health care authority to increase the actuarial  
23 value of public employee insurance plans. Such funds shall be held in  
24 reserve in the public employees' and retirees' insurance account and  
25 may not be expended without prior legislative authorization.

26 (d) In order to achieve the level of funding provided for health  
27 benefits, the public employees' benefits board may require employee  
28 premium co-payments, increase point-of-service cost sharing, and/or  
29 implement managed competition.

30 (2) To facilitate the transfer of moneys from dedicated funds and  
31 accounts, the state treasurer is directed to transfer sufficient moneys  
32 from each dedicated fund or account to the special fund salary and  
33 insurance contribution increase revolving fund in accordance with  
34 schedules provided by the office of financial management.

35 (3) The health care authority, subject to the approval of the  
36 public employees' benefits board, shall provide subsidies for health  
37 benefit premiums to eligible retired or disabled public employees and  
38 school district employees who are eligible for parts A and B of

1 medicare, pursuant to RCW 41.05.085. From January 1, 1998, through  
2 December 31, 1998, the subsidy shall be \$41.26 per month. Starting  
3 January 1, 1999, the subsidy shall be \$43.16 per month.

4 (4) Technical colleges, school districts, and educational service  
5 districts shall remit to the health care authority for deposit in the  
6 public employees' and retirees' insurance account established in RCW  
7 41.05.120:

8 (a) For each full-time employee, \$14.80 per month beginning  
9 September 1, 1997;

10 (b) For each part-time employee who, at the time of the remittance,  
11 is employed in an eligible position as defined in RCW 41.32.010 or  
12 41.40.010 and is eligible for employer fringe benefit contributions for  
13 basic benefits, \$14.80 each month beginning September 1, 1997, prorated  
14 by the proportion of employer fringe benefit contributions for a full-  
15 time employee that the part-time employee receives.

16 The remittance requirements specified in this subsection shall not  
17 apply to employees of a technical college, school district, or  
18 educational service district who purchase insurance benefits through  
19 contracts with the health care authority.

20 (5) The salary and insurance increase revolving account  
21 appropriation includes amounts sufficient to fund health benefits for  
22 ferry workers at the premium levels specified in subsection (1) of this  
23 section, consistent with the 1997-99 transportation appropriations act.

24 **NEW SECTION. Sec. 713. FOR THE DEPARTMENT OF RETIREMENT SYSTEMS--**  
25 **CONTRIBUTIONS TO RETIREMENT SYSTEMS**

26 The appropriations in this section are subject to the following  
27 conditions and limitations: The appropriations shall be made on a  
28 monthly basis consistent with chapter 41.45 RCW.

29 (1) There is appropriated for state contributions to the law  
30 enforcement officers' and fire fighters' retirement system:

31 General Fund Appropriation (FY 1998)	. . . . .	\$ 68,350,000
32 General Fund Appropriation (FY 1999)	. . . . .	\$ 72,750,000

33 Of the appropriations in this subsection, \$50,000 of the general  
34 fund fiscal year 1998 appropriation and \$50,000 of the general fund  
35 fiscal year 1999 appropriation are provided solely for House Bill No.  
36 1099 (LEOFF retirement plan I). If the bill is not enacted by June 30,  
37 1997, these amounts shall lapse.

1 (2) There is appropriated for contributions to the judicial  
2 retirement system:

3 General Fund Appropriation (FY 1998) . . . . . \$ 8,500,000  
4 General Fund Appropriation (FY 1999) . . . . . \$ 8,500,000

5 (3) There is appropriated for contributions to the judges  
6 retirement system:

7 General Fund Appropriation (FY 1998) . . . . . \$ 750,000  
8 General Fund Appropriation (FY 1999) . . . . . \$ 750,000  
9 TOTAL APPROPRIATION . . . . . \$ 159,600,000

10 NEW SECTION. **Sec. 714. SALARY COST OF LIVING ADJUSTMENT**

11 General Fund--State Appropriation (FY 1998) . . . . . \$ 31,031,000  
12 General Fund--State Appropriation (FY 1999) . . . . . \$ 31,421,000  
13 General Fund--Federal Appropriation . . . . . \$ 17,578,000  
14 Salary and Insurance Increase Revolving Account  
15 Appropriation . . . . . \$ 48,678,000  
16 TOTAL APPROPRIATION . . . . . \$ 128,708,000

17 The appropriations in this section shall be expended solely for the  
18 purposes designated in this section and are subject to the conditions  
19 and limitations in this section:

20 (1) In addition to the purposes set forth in subsections (2) and  
21 (3) of this section, appropriations in this section are provided solely  
22 for a 3.0 percent salary increase effective July 1, 1997, for all  
23 classified employees, including those employees in the Washington  
24 management service, and exempt employees under the jurisdiction of the  
25 personnel resources board.

26 (2) The appropriations in this section are sufficient to fund a 3.0  
27 percent salary increase effective July 1, 1997, for general government,  
28 legislative, and judicial employees exempt from merit system rules  
29 whose salaries are not set by the commission on salaries for elected  
30 officials.

31 (3) The salary and insurance increase revolving account  
32 appropriation in this section includes funds sufficient to fund a 3.0  
33 percent salary increase effective July 1, 1997, for ferry workers  
34 consistent with the 1997-99 transportation appropriations act.

35 (4) No salary increase may be paid under this section to any person  
36 whose salary has been Y-rated pursuant to rules adopted by the  
37 personnel resources board.

1        NEW SECTION.        **Sec. 715.        FOR THE ATTORNEY GENERAL--SALARY**

2        **ADJUSTMENTS**

3	General Fund Appropriation (FY 1998) . . . . .	\$	250,000
4	General Fund Appropriation (FY 1999) . . . . .	\$	250,000
5	Attorney General Salary Increase Revolving		
6	Account Appropriation . . . . .	\$	499,000
7	TOTAL APPROPRIATION . . . . .	\$	999,000

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

10        (1) The appropriations are provided solely for increases in  
11 salaries and related benefits of assistant attorneys general levels 1  
12 and 2. The attorney general shall distribute these funds in a manner  
13 that will maintain or increase the quality and experience of the  
14 attorney general's staff. Market value, specialization, retention, and  
15 performance (including billable hours) shall be the factors in  
16 determining the distribution of these funds.

17        (2) To facilitate the transfer of moneys from dedicated funds and  
18 accounts, state agencies are directed to transfer sufficient moneys  
19 from each dedicated fund or account to the attorney general salary  
20 increase revolving account, hereby created in the state treasury, in  
21 accordance with schedules provided by the office of financial  
22 management.

23        NEW SECTION.        **Sec. 716.        FOR THE OFFICE OF FINANCIAL MANAGEMENT--**

24        **COMPENSATION ACTIONS OF PERSONNEL RESOURCES BOARD**

25	General Fund Appropriation (FY 1998) . . . . .	\$	5,289,000
26	General Fund Appropriation (FY 1999) . . . . .	\$	10,642,000
27	Salary and Insurance Increase Revolving		
28	Account Appropriation . . . . .	\$	8,862,000
29	TOTAL APPROPRIATION . . . . .	\$	24,793,000

30        The appropriations in this section shall be expended solely for the  
31 purposes designated in this section and are subject to the conditions  
32 and limitations in this section.

33        (1) Funding is provided to fully implement the recommendations of  
34 the Washington personnel resources board consistent with the provisions  
35 of chapter 319, Laws of 1996.

36        (2) Implementation of the salary adjustments for the various  
37 clerical classes, physicians, dental classifications, pharmacists,

1 maintenance custodians, medical records technicians, fish/wildlife  
2 biologists, fish/wildlife enforcement, habitat technicians, and fiscal  
3 technician classifications will be effective July 1, 1997.  
4 Implementation of the salary adjustments for safety classifications,  
5 park rangers, park aides, correctional officers/sergeants, community  
6 corrections specialists, tax information specialists, industrial  
7 relations specialists, electrical classifications at the department of  
8 labor and industries, fingerprint technicians, some labor relations  
9 classifications, health benefits specialists, foresters/land managers,  
10 and liquor enforcement officers will be effective July 1, 1998.

11 NEW SECTION. **Sec. 717.** The sum of seventy-five million dollars or  
12 so much thereof as may be available on June 30, 1998, from the total  
13 amount of unspent fiscal year 1998 state general fund appropriations is  
14 appropriated for the purposes of House Bill No. 2240 in the manner  
15 provided in this section.

16 (1) Of the total appropriated amount, one-half of that portion that  
17 is attributable to incentive savings, not to exceed twenty-five million  
18 dollars, is appropriated to the savings incentive account for the  
19 purpose of improving the quality, efficiency, and effectiveness of  
20 agency services, and credited to the agency that generated the savings.

21 (2) The remainder of the total amount, not to exceed seventy  
22 million dollars, is appropriated to the education savings account for  
23 the purpose of common school construction projects and education  
24 technology.

25 (3) For purposes of this section, the total amount of unspent state  
26 general fund appropriations does not include the appropriations made in  
27 this section or any amounts included in across-the-board allotment  
28 reductions under RCW 43.88.110.

29 NEW SECTION. **Sec. 718.** The sum of seventy-five million dollars or  
30 so much thereof as may be available on June 30, 1999, from the total  
31 amount of unspent fiscal year 1999 state general fund appropriations is  
32 appropriated for the purposes of House Bill No. 2240 in the manner  
33 provided in this section.

34 (1) Of the total appropriated amount, one-half of that portion that  
35 is attributable to incentive savings, not to exceed twenty-five million  
36 dollars, is appropriated to the savings incentive account for the

1 purpose of improving the quality, efficiency, and effectiveness of  
2 agency services, and credited to the agency that generated the savings.

3 (2) The remainder of the total amount, not to exceed seventy  
4 million dollars, is appropriated to the education savings account for  
5 the purpose of common school construction projects and education  
6 technology.

7 (3) For purposes of this section, the total amount of unspent state  
8 general fund appropriations does not include the appropriations made in  
9 this section or any amounts included in across-the-board allotment  
10 reductions under RCW 43.88.110.

11 (End of part)



PART VIII

OTHER TRANSFERS AND APPROPRIATIONS

NEW SECTION. Sec. 801. FOR THE STATE TREASURER--STATE REVENUES

FOR DISTRIBUTION

5	General Fund Appropriation for fire insurance		
6	premiums distribution . . . . .	\$	6,617,250
7	General Fund Appropriation for public utility		
8	district excise tax distribution . . . . .	\$	35,183,803
9	General Fund Appropriation for prosecuting attorneys		
10	salaries . . . . .	\$	2,960,000
11	General Fund Appropriation for motor vehicle excise		
12	tax distribution . . . . .	\$	84,721,573
13	General Fund Appropriation for local mass transit		
14	assistance . . . . .	\$	383,208,166
15	General Fund Appropriation for camper and travel		
16	trailer excise tax distribution . . . . .	\$	3,904,937
17	General Fund Appropriation for boating		
18	safety/education and law enforcement		
19	distribution . . . . .	\$	3,616,000
20	Aquatic Lands Enhancement Account Appropriation		
21	for harbor improvement revenue distribution . . .	\$	142,000
22	Liquor Excise Tax Account Appropriation for liquor		
23	excise tax distribution . . . . .	\$	22,287,746
24	Liquor Revolving Fund Appropriation for liquor		
25	profits distribution . . . . .	\$	36,989,000
26	Timber Tax Distribution Account Appropriation		
27	for distribution to "Timber" counties . . . . .	\$	107,146,000
28	Municipal Sales and Use Tax Equalization Account		
29	Appropriation . . . . .	\$	66,860,014
30	County Sales and Use Tax Equalization Account		
31	Appropriation . . . . .	\$	11,843,224
32	Death Investigations Account Appropriation for		
33	distribution to counties for publicly funded		
34	autopsies . . . . .	\$	1,266,000
35	County Criminal Justice Account Appropriation . . . .	\$	80,107,471
36	Municipal Criminal Justice Account Appropriation . .	\$	32,042,450

1 County Public Health Account Appropriation . . . . . \$ 58,023,588  
 2 TOTAL APPROPRIATION . . . . . \$ 940,169,222

3 The total expenditures from the state treasury under the  
 4 appropriations in this section shall not exceed the funds available  
 5 under statutory distributions for the stated purposes.

6 NEW SECTION. **Sec. 802. FOR THE STATE TREASURER--FEDERAL REVENUES**  
 7 **FOR DISTRIBUTION**

8 Forest Reserve Fund Appropriation for federal forest  
 9 reserve fund distribution . . . . . \$ 58,801,910  
 10 General Fund Appropriation for federal flood control  
 11 funds distribution . . . . . \$ 4,000  
 12 General Fund Appropriation for federal grazing fees  
 13 distribution . . . . . \$ 52,000  
 14 General Fund Appropriation for distribution of  
 15 federal funds to counties in conformance with  
 16 P.L. 97-99 Federal Aid to Counties . . . . . \$ 885,916  
 17 TOTAL APPROPRIATION . . . . . \$ 59,743,826

18 The total expenditures from the state treasury under the  
 19 appropriations in this section shall not exceed the funds available  
 20 under statutory distributions for the stated purposes.

21 NEW SECTION. **Sec. 803. FOR THE STATE TREASURER--TRANSFERS**

22 General Fund: For transfer to the Water Quality  
 23 Account . . . . . \$ 23,705,100  
 24 General Fund: For transfer to the Flood Control  
 25 Assistance Account . . . . . \$ 3,999,000  
 26 State Convention and Trade Center Account: For  
 27 transfer to the State Convention and Trade  
 28 Center Operations Account . . . . . \$ 4,368,000  
 29 Public Works Assistance Account: For transfer to the  
 30 Growth Management Planning and Environmental  
 31 Review Account . . . . . \$ 1,000,000

32 Water Quality Account: For transfer to the Water  
 33 Pollution Control Account. Transfers shall be  
 34 made at intervals coinciding with deposits of  
 35 federal capitalization grant money into the  
 36 account. The amounts transferred shall not

1	exceed the match required for each federal	
2	deposit . . . . .	\$ 21,688,000
3	State Treasurer's Service Account: For transfer to	
4	the general fund on or before June 30, 1999 an	
5	amount up to \$3,600,000 in excess of the cash	
6	requirements of the State Treasurer's Service	
7	Account . . . . .	\$ 3,600,000
8	Health Services Account: For transfer to the County	
9	Public Health Account . . . . .	\$ 2,250,000
10	Public Works Assistance Account: For transfer to	
11	the Drinking Water Assistance Account . . . . .	\$ 9,949,000
12	County Sales and Use Tax Equalization Account: For	
13	transfer to the County Public Health Account . . . . .	\$ 1,686,000
14	General Fund: For transfer to the Emergency Reserve	
15	Fund on or after July 1, 1998 . . . . .	\$ 100,000,000

16 NEW SECTION. **Sec. 804. FOR THE DEPARTMENT OF RETIREMENT SYSTEMS--**  
17 **TRANSFERS**

18	General Fund Appropriation: For transfer to the	
19	department of retirement systems expense . . . . .	\$ 16,000

20 (End of part)

1                               **PART IX**  
2                               **MISCELLANEOUS**

3           NEW SECTION.     **Sec. 901. EXPENDITURE AUTHORIZATIONS.**     The  
4 appropriations contained in this act are maximum expenditure  
5 authorizations. Pursuant to RCW 43.88.037, moneys disbursed from the  
6 treasury on the basis of a formal loan agreement shall be recorded as  
7 loans receivable and not as expenditures for accounting purposes. To  
8 the extent that moneys are disbursed on a loan basis, the corresponding  
9 appropriation shall be reduced by the amount of loan moneys disbursed  
10 from the treasury during the 1997-99 biennium.

11          NEW SECTION.     **Sec. 902. INFORMATION SYSTEMS PROJECTS.** Agencies  
12 shall comply with the following requirements regarding information  
13 systems projects when specifically directed to do so by this act.

14           (1) The agency shall produce a feasibility study for each  
15 information systems project in accordance with published department of  
16 information services instructions. In addition to department of  
17 information services requirements, the study shall examine and evaluate  
18 the costs and benefits of maintaining the status quo and the costs and  
19 benefits of the proposed project. The study shall identify when and in  
20 what amount any fiscal savings will accrue, and what programs or fund  
21 sources will be affected.

22           (2) The agency shall produce a project management plan for each  
23 project. The plan or plans shall address all factors critical to  
24 successful completion of each project. The plan shall include, but is  
25 not limited to, the following elements: A description of the problem  
26 or opportunity that the information systems project is intended to  
27 address; a statement of project objectives and assumptions; definition  
28 of phases, tasks, and activities to be accomplished and the estimated  
29 cost of each phase; a description of how the agency will facilitate  
30 responsibilities of oversight agencies; a description of key decision  
31 points in the project life cycle; a description of variance control  
32 measures; a definitive schedule that shows the elapsed time estimated  
33 to complete the project and when each task is to be started and  
34 completed; and a description of resource requirements to accomplish the  
35 activities within specified time, cost, and functionality constraints.

1 (3) A copy of each feasibility study and project management plan  
2 shall be provided to the department of information services, the office  
3 of financial management, and legislative fiscal committees. Authority  
4 to expend any funds for individual information systems projects is  
5 conditioned on approval of the relevant feasibility study and project  
6 management plan by the department of information services and the  
7 office of financial management.

8 (4) A project status report shall be submitted to the department of  
9 information services, the office of financial management, and  
10 legislative fiscal committees for each project prior to reaching key  
11 decision points identified in the project management plan. Project  
12 status reports shall examine and evaluate project management,  
13 accomplishments, budget, action to address variances, risk management,  
14 costs and benefits analysis, and other aspects critical to completion  
15 of a project.

16 Work shall not commence on any task in a subsequent phase of a  
17 project until the status report for the preceding key decision point  
18 has been approved by the department of information services and the  
19 office of financial management.

20 (5) If a project review is requested in accordance with department  
21 of information services policies, the reviews shall examine and  
22 evaluate: System requirements specifications; scope; system  
23 architecture; change controls; documentation; user involvement;  
24 training; availability and capability of resources; programming  
25 languages and techniques; system inputs and outputs; plans for testing,  
26 conversion, implementation, and postimplementation; and other aspects  
27 critical to successful construction, integration, and implementation of  
28 automated systems. Copies of project review written reports shall be  
29 forwarded to the office of financial management and appropriate  
30 legislative committees by the agency.

31 (6) A written postimplementation review report shall be prepared by  
32 the agency for each information systems project in accordance with  
33 published department of information services instructions. In addition  
34 to the information requested pursuant to the department of information  
35 services instructions, the postimplementation report shall evaluate the  
36 degree to which a project accomplished its major objectives including,  
37 but not limited to, a comparison of original cost and benefit estimates  
38 to actual costs and benefits achieved. Copies of the  
39 postimplementation review report shall be provided to the department of

1 information services, the office of financial management, and  
2 appropriate legislative committees.

3 NEW SECTION. **Sec. 903. VIDEO TELECOMMUNICATIONS.** The department  
4 of information services shall act as lead agency in coordinating video  
5 telecommunications services for state agencies. As lead agency, the  
6 department shall develop standards and common specifications for leased  
7 and purchased telecommunications equipment and assist state agencies in  
8 developing a video telecommunications expenditure plan. No agency may  
9 spend any portion of any appropriation in this act for new video  
10 telecommunication equipment, new video telecommunication transmission,  
11 or new video telecommunication programming, or for expanding current  
12 video telecommunication systems without first complying with chapter  
13 43.105 RCW, including but not limited to, RCW 43.105.041(2), and  
14 without first submitting a video telecommunications expenditure plan,  
15 in accordance with the policies of the department of information  
16 services, for review and assessment by the department of information  
17 services under RCW 43.105.052. Prior to any such expenditure by a  
18 public school, a video telecommunications expenditure plan shall be  
19 approved by the superintendent of public instruction. The office of  
20 the superintendent of public instruction shall submit the plans to the  
21 department of information services in a form prescribed by the  
22 department. The office of the superintendent of public instruction  
23 shall coordinate the use of video telecommunications in public schools  
24 by providing educational information to local school districts and  
25 shall assist local school districts and educational service districts  
26 in telecommunications planning and curriculum development. Prior to  
27 any such expenditure by a public institution of postsecondary  
28 education, a telecommunications expenditure plan shall be approved by  
29 the higher education coordinating board. The higher education  
30 coordinating board shall coordinate the use of video telecommunications  
31 for instruction and instructional support in postsecondary education,  
32 including the review and approval of instructional telecommunications  
33 course offerings.

34 NEW SECTION. **Sec. 904. EMERGENCY FUND ALLOCATIONS.** Whenever  
35 allocations are made from the governor's emergency fund appropriation  
36 to an agency that is financed in whole or in part by other than general  
37 fund moneys, the director of financial management may direct the

1 repayment of such allocated amount to the general fund from any balance  
2 in the fund or funds which finance the agency. No appropriation shall  
3 be necessary to effect such repayment.

4 NEW SECTION. **Sec. 905. STATUTORY APPROPRIATIONS.** In addition to  
5 the amounts appropriated in this act for revenues for distribution,  
6 state contributions to the law enforcement officers' and fire fighters'  
7 retirement system, and bond retirement and interest including ongoing  
8 bond registration and transfer charges, transfers, interest on  
9 registered warrants, and certificates of indebtedness, there is also  
10 appropriated such further amounts as may be required or available for  
11 these purposes under any statutory formula or under chapter 39.96 RCW  
12 or any proper bond covenant made under law.

13 NEW SECTION. **Sec. 906. BOND EXPENSES.** In addition to such other  
14 appropriations as are made by this act, there is hereby appropriated to  
15 the state finance committee from legally available bond proceeds in the  
16 applicable construction or building funds and accounts such amounts as  
17 are necessary to pay the expenses incurred in the issuance and sale of  
18 the subject bonds.

19 NEW SECTION. **Sec. 907. LEGISLATIVE FACILITIES.** Notwithstanding  
20 RCW 43.01.090, the house of representatives, the senate, and the  
21 permanent statutory committees shall pay expenses quarterly to the  
22 department of general administration facilities and services revolving  
23 fund for services rendered by the department for operations,  
24 maintenance, and supplies relating to buildings, structures, and  
25 facilities used by the legislature for the biennium beginning July 1,  
26 1997.

27 NEW SECTION. **Sec. 908. AGENCY RECOVERIES.** Except as otherwise  
28 provided by law, recoveries of amounts expended pursuant to an  
29 appropriation, including but not limited to, payments for material  
30 supplied or services rendered under chapter 39.34 RCW, may be expended  
31 as part of the original appropriation of the fund to which such  
32 recoveries belong, without further or additional appropriation. Such  
33 expenditures shall be subject to conditions and procedures prescribed  
34 by the director of financial management. The director may authorize  
35 expenditure with respect to recoveries accrued but not received, in

1 accordance with generally accepted accounting principles, except that  
2 such recoveries shall not be included in revenues or expended against  
3 an appropriation for a subsequent fiscal period. This section does not  
4 apply to the repayment of loans, except for loans between state  
5 agencies.

6 NEW SECTION. **Sec. 909. GENERALLY ACCEPTED ACCOUNTING PRINCIPLES.**

7 The appropriations of moneys and the designation of funds and accounts  
8 by this and other acts of the 1997 legislature shall be construed in a  
9 manner consistent with legislation enacted by the 1985, 1987, 1989,  
10 1991, 1993, and 1995 legislatures to conform state funds and accounts  
11 with generally accepted accounting principles.

12 **Sec. 910.** RCW 43.08.250 and 1996 c 283 s 901 are each amended to  
13 read as follows:

14 The money received by the state treasurer from fees, fines,  
15 forfeitures, penalties, reimbursements or assessments by any court  
16 organized under Title 3 or 35 RCW, or chapter 2.08 RCW, shall be  
17 deposited in the public safety and education account which is hereby  
18 created in the state treasury. The legislature shall appropriate the  
19 funds in the account to promote traffic safety education, highway  
20 safety, criminal justice training, crime victims' compensation,  
21 judicial education, the judicial information system, civil  
22 representation of indigent persons, winter recreation parking, and  
23 state game programs. During the fiscal biennium ending June 30,  
24 ~~((1997))~~ 1999, the legislature may appropriate moneys from the public  
25 safety and education account for purposes of appellate indigent  
26 defense, the criminal litigation unit of the attorney general's office,  
27 the treatment alternatives to street crimes program, crime victims  
28 advocacy programs, justice information network telecommunication  
29 planning, sexual assault treatment, operations of the office of  
30 administrator for the courts, security in the common schools,  
31 ~~((programs for alternative dispute resolution of farmworker employment  
32 claims,))~~ criminal justice data collection, and Washington state patrol  
33 criminal justice activities.

34 **Sec. 911.** RCW 69.50.520 and 1995 2nd sp.s. c 18 s 919 are each  
35 amended to read as follows:



1       The violence reduction and drug enforcement account is created in  
2 the state treasury. All designated receipts from RCW 9.41.110(7),  
3 66.24.210(4), 66.24.290(3), 69.50.505(h)(1), 82.08.150(5),  
4 82.24.020(2), 82.64.020, and section 420, chapter 271, Laws of 1989  
5 shall be deposited into the account. Expenditures from the account may  
6 be used only for funding services and programs under chapter 271, Laws  
7 of 1989 and chapter 7, Laws of 1994 sp. sess., including state  
8 incarceration costs. After July 1, (~~1997~~) 1999, at least seven and  
9 one-half percent of expenditures from the account shall be used for  
10 providing grants to community networks under chapter 70.190 RCW by the  
11 family policy council.

12       NEW SECTION. **Sec. 912.** Within amounts appropriated in this act,  
13 the following state agencies or institutions shall implement the  
14 provisions of sections 3, 4, and 5 of Engrossed Second Substitute House  
15 Bill No. 1127 (integrated pest management).

- 16       (1) The department of agriculture;
- 17       (2) The state noxious weed control board;
- 18       (3) The department of ecology;
- 19       (4) The department of fish and wildlife;
- 20       (5) The parks and recreation commission;
- 21       (6) The department of natural resources;
- 22       (7) The department of corrections;
- 23       (8) The department of general administration; and
- 24       (9) Each state institution of higher education, for the  
25 institution's own building and grounds maintenance.

26       **Sec. 913.** RCW 70.146.030 and 1996 c 37 s 2 are each amended to  
27 read as follows:

- 28       (1) The water quality account is hereby created in the state  
29 treasury. Moneys in the account may be used only in a manner  
30 consistent with this chapter. Moneys deposited in the account shall be  
31 administered by the department of ecology and shall be subject to  
32 legislative appropriation. Moneys placed in the account shall include  
33 tax receipts as provided in RCW 82.24.027, 82.26.025, and 82.32.390,  
34 principal and interest from the repayment of any loans granted pursuant  
35 to this chapter, and any other moneys appropriated to the account by  
36 the legislature.

1 (2) The department may use or permit the use of any moneys in the  
2 account to make grants or loans to public bodies, including grants to  
3 public bodies as cost-sharing moneys in any case where federal, local,  
4 or other funds are made available on a cost-sharing basis, for water  
5 pollution control facilities and activities, or for purposes of  
6 assisting a public body to obtain an ownership interest in water  
7 pollution control facilities and/or to defray a part of the payments  
8 made by a public body to a service provider under a service agreement  
9 entered into pursuant to RCW 70.150.060, within the purposes of this  
10 chapter and for related administrative expenses. No more than three  
11 percent of the moneys deposited in the account may be used by the  
12 department to pay for the administration of the grant and loan program  
13 authorized by this chapter.

14 (3) Beginning with the biennium ending June 30, 1997, the  
15 department shall present a biennial progress report on the use of  
16 moneys from the account to the chairs of the senate committee on ways  
17 and means and the house of representatives committee on appropriations.  
18 The first report is due June 30, 1996, and the report for each  
19 succeeding biennium is due December 31 of the odd-numbered year. The  
20 report shall consist of a list of each recipient, project description,  
21 and amount of the grant, loan, or both.

22 (4) During the fiscal biennium ending June 30, ~~((1997))~~ 1999,  
23 moneys in the account may be ~~((transferred by the legislature to the  
24 water right permit processing account))~~ used for the purposes of  
25 supporting the Yakima adjudication proceeding.

26 NEW SECTION. Sec. 914. No funding appropriated in this act shall  
27 be expended to support the governor's council on environmental  
28 education.

29 NEW SECTION. Sec. 915. If any provision of this act or its  
30 application to any person or circumstance is held invalid, the  
31 remainder of the act or the application of the provision to other  
32 persons or circumstances is not affected.

33 NEW SECTION. Sec. 916. This act is necessary for the immediate  
34 preservation of the public peace, health, or safety, or support of the

1 state government and its existing public institutions, and shall take  
2 effect July 1, 1997.

3 (End of part)

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